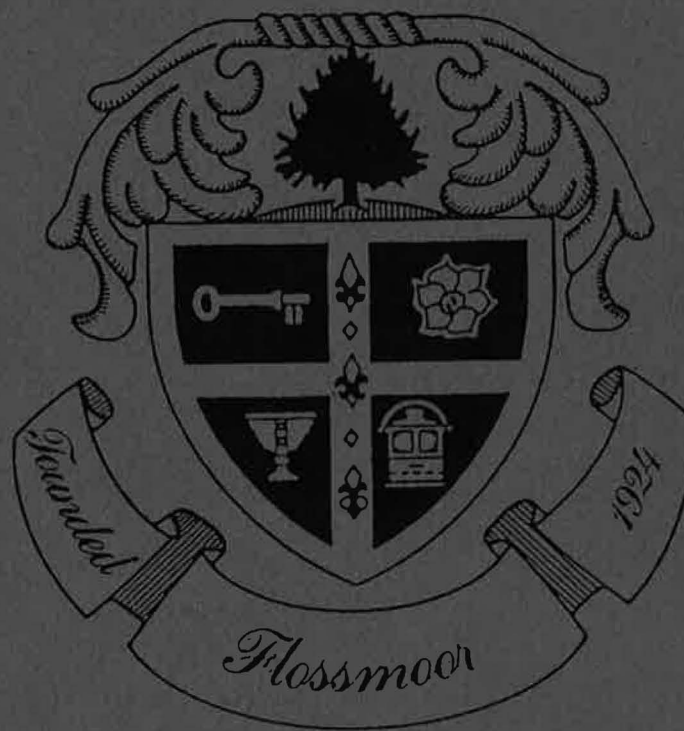


Village of Flossmoor *Illinois*



Comprehensive Annual Financial Report

Fiscal Year Ended
April 30, 2012

VILLAGE OF FLOSSMOOR, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2012

Prepared by
Bridget A. Wachtel
Village Treasurer

Scott R. Bordui
Finance Director

VILLAGE OF FLOSSMOOR, ILLINOIS
TABLE OF CONTENTS

	<u>Page(s)</u>
INTRODUCTORY SECTION	
Letter of Transmittal	I-XII
Certificate of Achievement for Excellence in Financial Reporting	XIII
Officers and Officials	XIV
Organization Chart	XV
FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-2
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Management’s Discussion and Analysis	MD&A 1-16
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	3
Statement of Activities	4-5
Fund Financial Statements	
Governmental Funds	
Balance Sheet	6-7
Reconciliation of Fund Balances of Governmental Funds to the Governmental Activities in the Statement of Net Assets	8
Statement of Revenues, Expenditures and Changes in Fund Balances ...	9
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Activities in the Statement of Activities	10

VILLAGE OF FLOSSMOOR, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS (Continued)	
Basic Financial Statements (Continued)	
Fund Financial Statements (Continued)	
Proprietary Funds	
Statement of Net Assets	11
Statement of Revenues, Expenses and Changes in Fund Net Assets	12
Statement of Cash Flows	13-14
Fiduciary Funds	
Statement of Fiduciary Net Assets	15
Statement of Changes in Fiduciary Net Assets	16
Notes to Financial Statements	17-52
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
General Fund	53
Schedule of Funding Progress	
Illinois Municipal Retirement Fund	54
Police Pension Fund	55
Firefighters' Pension Fund	56
Other Postemployment Benefit Plan	57
Other Postemployment Benefit Plan - Flossmoor Public Library	58
Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	59
Police Pension Fund	60
Firefighters' Pension Fund	61
Other Postemployment Benefit Plan	62
Other Postemployment Benefit Plan - Flossmoor Public Library	63
Notes to Required Supplementary Information	64

VILLAGE OF FLOSSMOOR, ILLINOIS
TABLE OF CONTENTS (Continued)

Page(s)

FINANCIAL SECTION (Continued)

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet	65-66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	67-68
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Motor Fuel Tax Fund.....	69
Emergency 911 Fund.....	70
Drug Forfeiture Fund.....	71
Foreign Fire Insurance Fund.....	72
Public Art Program Fund.....	73
11-501 (j) Fund.....	74
TIF Area #1 Fund	75
FEMA Fire MDT Grant Fund	76
Debt Service Fund	77

NONMAJOR ENTERPRISE FUNDS

Combining Statement of Net Assets	78
Combining Statement of Revenues, Expenses and Changes in Net Assets	79
Combining Statement of Cash Flows.....	80

FIDUCIARY FUNDS

PENSION TRUST FUNDS

Combining Statement of Net Assets.....	81
Combining Statement of Changes in Plan Net Assets - Pension Trust Funds	82

AGENCY FUNDS

Combining Statement of Changes in Assets and Liabilities - Agency Funds.....	83-84
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VILLAGE OF FLOSSMOOR, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (Continued)	
LONG-TERM DEBT PAYABLE BY GOVERNMENTAL FUNDS	
Schedule of General Long-Term Debt	85
SUPPLEMENTARY FINANCIAL INFORMATION	
Schedule of Revenues - Budget and Actual - General Fund	86-87
Schedule of Expenditures - Budget and Actual - General Fund	88-105
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Capital Equipment Fund.....	106
Schedule of Assessed Valuations, Tax Rates and Extensions for Tax Levy Year 2011.....	107
Schedule of Debt Service Requirements	
2009 General Obligation Refunding Bonds	108
IEPA Low Interest Loan - Phase I.....	109
IEPA Low Interest Loan - Phase II.....	110
IEPA Low Interest Loan - Phase III.....	111
Flossmoor Public Library	
Balance Sheet	112
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.....	113
Schedule of Expenditures - Budget and Actual.....	114-115
STATISTICAL SECTION	
Financial Trends	
Net Assets by Component	116-117
Change in Net Assets	118-121
Fund Balances of Governmental Funds	122
Changes in Fund Balances of Governmental Funds	123
Revenue Capacity	
Assessed Value and Estimated Actual Value of Taxable Property.....	124
Direct and Overlapping Property Tax Rates	125
Property Tax Rates - Per \$100 of Assessed Valuation - Direct and Overlapping Governments.....	126
Principal Property Taxpayers	127
Property Tax Levies and Collections	128

VILLAGE OF FLOSSMOOR, ILLINOIS
TABLE OF CONTENTS (Continued)

	<u>Page(s)</u>
STATISTICAL SECTION (Continued)	
Debt Capacity	
Ratios of Outstanding Debt by Type	129
Ratios of General Bonded Debt Outstanding	130
Direct and Overlapping Governmental Activities Debt	131
Legal Debt Margin Information	132
Pledged-Revenue Coverage	133
Demographic and Economic Information	
Demographic and Economic Information	134
Principal Employers	135
Operating Information	
Full-Time Equivalent Employees	136
Operating Indicators	137
Capital Asset Statistics	138



Village of Flossmoor

Mayor

Paul S. Braun

Village Manager

Bridget A. Wachtel

Trustees

James F. Crum

Perry W. Hoag

Philip J. Minga

James C. Mitros

James B. Wilder

Diane Williams

Village Clerk

Pamela S. Nixon

September 14, 2012

Honorable Mayor and the
Board of Trustees
Village of Flossmoor
Flossmoor, Illinois

Mayor and Trustees:

The Comprehensive Annual Financial Report (CAFR) of the Village of Flossmoor, Illinois, for the fiscal year ended April 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Village. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the various funds of the Village and the Village as a whole at the entity-wide level. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

We are pleased to report that the independent audit firm Sikich, LLP has issued an unqualified opinion on the Village's financial statements for the year ended April 30, 2012. The independent auditor's report is located at the front of the financial section of the CAFR.

Management's Discussion and Analysis (MD & A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD & A complements this letter of transmittal and should be read in conjunction with it.

The Village expended less than \$500,000 of federal funds during fiscal year ended April 30, 2012 and, therefore, was not required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U. S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Non-Profit Entities*.

The financial reporting entity (the government) includes all the funds and entity-wide accounting of the primary government (i.e., the Village of Flossmoor as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable.

Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Discretely

presented component units are reported in a separate column in the entity-wide financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and changes in financial position from those of the primary government. The Flossmoor Public Library is reported as a discretely presented component unit. Accordingly, the Police Pension and Fire Pension Funds are reported as fiduciary funds of the primary government.

Profile of the Village of Flossmoor

The Village of Flossmoor was incorporated on April 1, 1924, under the provisions of Chapter 24 of the Illinois Revised Statutes, as amended. The Village of Flossmoor is a residential, commuter suburb of the City of Chicago with an approximate population of 9,464 people. The Village covers an area of 3-1/2 square miles and is substantially developed, with the exception of a Tax Increment Financing (TIF) District and a 130-acre tract located at the western edge of the community which is nearing completion of its development into a high-quality residential neighborhood. The Village prides itself on the high quality of its residential living and has historically been among the top Chicago area communities in per capita income. Of the total 2009 (most recent year available) equalized assessed valuation (EAV) of \$242,666,993, 9% is for commercial property and 91% is for housing. The Village is actively pursuing economic development with the goal of broadening and diversifying the long term tax base. The TIF District has been established in the southwest corner of the Village, a marketing plan to attract development continues and infrastructure improvements have been completed thru the Village's Finance and Facilities Plan (FFP).

The Village is governed by a Board/Manager form of government consisting of a Village Mayor and six trustees elected at large for staggered four-year terms. The Village Clerk is also elected at large. The Village Board appoints, among others, the Village Manager, Village Attorney and Treasurer.

Management of the Village is responsible for establishing and maintaining internal controls designed to ensure that the assets of the Village are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

The Village provides a full range of services. Those services include police and fire protection, maintenance of streets and infrastructure, the operating of water and wastewater facilities, water service, sanitary sewer service, stormwater sewer service, planning and zoning, code enforcement, cultural activity, and financial and general administrative services.

The annual budget is the primary guiding document for the Village's financial planning and control. In addition, the Village maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved

by the Village's governing body. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, Enterprise Funds, Capital Projects Funds, and Police and Fire Pension Funds are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established at the individual fund level.

Local Economy and Finances

The Village has been impacted at the local level by regional, state, and national economic conditions. A continued struggling regional, state and national economy due to housing, interest rates, unemployment, credit/loan issues, the position of the stock market, the federal government debt/deficit debacle and the fiscal crisis in the State of Illinois government, among others have impacted the Village as well. Specifically, for the Village during FY 12, revenue conditions were generally stable or modestly improved. Several revenues remain at low levels and face future threats. Nevertheless, the Village's sound financial management, policies and procedures have resulted in the Village being in a relatively stable position. Total governmental revenues increased by 10.1% due primarily to increases in a few key areas. Property taxes increased in total by 8.7% due to the final implementation (in the 2010 levy) of the 2006 referendum which increased the Village's limiting rate by \$.245. Property taxes, which represent 53% of governmental funds revenue, were limited to a tax cap of 2.7% for the 2010 payable 2011 levy and 1.5% for the 2011 payable 2012 levy. Intergovernmental revenue increased by 85.3% due to an increase in grant activity. Also contributing to the overall increase were increases in sales taxes (7.7%), fines and forfeitures (44.6%) due to the implementation of new administrative tow fees, vehicle stickers (5.9%), local use taxes (8.4%), state income taxes (1.1%) and TIF taxes (148.5%). Offsetting the overall increase were decreases in several significant revenues including personal property replacement taxes (11.6%), telecommunications taxes (2.1%), utility taxes (8.8%), charges for services (1.6%), licenses and permits (12.1%), MFT allotment distributions (1.0%) and E911 surcharges (3.7%). Investment income declined significantly as market interest rates remained at historic lows during the fiscal year. The Federal Reserve did not make any changes to the overnight bank lending rate during the fiscal year with the rate remaining in a 0.00-0.25% "range." Despite the decline in investment income, the Village's investment portfolio outperformed its benchmark by a wide margin.

Governmental fund expenditures decreased by 16.1% due to several factors. There was a significant decrease in public works capital outlay activity in FY 12 as compared to FY 11 as several major projects were either substantially or fully completed in FY 11 including the 198th Street infrastructure projects paid for by the TIF Fund. There were also several personnel vacancies during the year which impacted salary and benefit expenditures. The establishment of the Storm Sewer Fund (an enterprise fund) shifted expenditures from the General Fund and contributed to the overall decrease. Other significant decreases were realized due to health insurance (1.2%), IRMA premiums (17.9%), E-com contributions (3.7%), general government program (0.5%), public works administration (80.9%) due to decreased capital outlay, public works streets (13.5%), snow and ice program (62.8%), horticulture program (56.4%), building maintenance (54.4%) due to the Berry Lane purchase in FY 11, Capital Equipment Fund activity (39.9%) and debt service principal and interest (2.9%). The most significant offset to the decreases were related to personnel increases. During FY 12, the FOP union contract was settled

for police officers with an increase for FY 12 of 2.00% along with retroactivity. Also, the Village granted a 2.00% increase to all eligible non-union personnel. These increases impacted several benefit lines including pension contributions as well as salary lines. Other significant increases were realized due to unemployment contributions (17.1%), employer fire pension contributions (52.8%), legislative (14.8%), overall public safety program (3.0%) including inspectional services increase of 13.5%, parkway tree program (41.0%), MFT Fund activity (5.2%) and capital outlay from the new FEMA Fire MDT Grant Fund.

The Village's total net assets for Enterprise Funds (business-type activities) at April 30, 2012 increased by \$2,343,845, as compared to April 30, 2011. This is due primarily to the establishment of the Storm Sewer Fund and the contribution of \$2,879,739 in capital assets. Net asset increases were also experienced in the Sanitary Sewer Rehabilitation (\$81,374) and Municipal Control Parking Funds (\$19,563). The increases were offset by decreases in net assets of the Water and Sewer (\$762,817) and Grant Control Parking Funds (\$21,242). Capital contributions to enterprise funds were \$2,894,342 in FY 12; a higher level than recognized in FY 11 (\$1,141,013).

Long-term Financial Planning

The Village uses several tools for long-term financial planning.

The Village's Finance and Facilities Plan has been developed as a continuing effort to identify important infrastructure maintenance and replacement needs and plan for rehabilitation/replacements several years in advance. This is done by an annual review during the budget process which includes Village Board determination of commitments of fund balances to finance future infrastructure projects. The Finance and Facilities Plan has been effective in limiting the need to incur borrowed debt as many projects have been financed from fund balances.

The Village also maintains a significant inventory of capital equipment which is needed to deliver basic services to the residents. The Capital Equipment Fund is utilized as a financing mechanism to anticipate and fund capital equipment replacement upon the completion of an item's useful life and to fund replacement of major maintenance items for Village facilities. The Fund is capitalized by annual contributions from both the General and Water & Sewer Funds which are based on a ten-year replacement schedule. The Capital Equipment Fund has been successful in providing for capital equipment replacements in a manner which does not create significant funding fluctuations from year to year.

The Village also has three loans outstanding obtained through the Illinois Environmental Protection Agency (IEPA) low interest loan program for the reconstruction of sanitary sewers and one general obligation bond issue outstanding (2009 G.O. Refunding) which advanced refunded the original general obligation bond issue (2002) for the construction of the current Flossmoor Public Library building. The 2009 G.O. Refunding bond issue resulted in a net present value savings of 3.94% which translated into reduced interest expense of \$265,169 over the remaining term of the bonds. The 2002 bond issue was called in December 2010. In connection with the 2009 G.O. Refunding bond issue, the Village received a rating upgrade from

Standard and Poor's (S & P) to "AA+". Strong financial operations and maintenance of large fund balances were cited by S & P as major strengths in the rationale for the upgrade.

Relevant Financial Policies

The Village Board has in place several key written financial policies including a fund balance policy, net unrestricted assets policy, capitalization policy, investment policy, purchasing policy, capital equipment fund and Finance and Facilities Plan. The General Fund fund balance policy during Fiscal Year 2012 was 30% of expenditures and financing uses reported in the most recent CAFR. The percentage was subsequently raised to 33% in Fiscal Year 2013.

Major Initiatives for the Year and for the Future

Fiscal Year 2012 was another successful year for the Village of Flossmoor filled with growth and development as well as progress.

Since the 2006 referendum, the Village has undertaken additional financial analysis through mid-year financial reviews and five-year projection analyses. These studies have been instrumental in formulating short-term and long-term plans to mitigate any financial instability. While these analyses have demonstrated that the 2006 referendum monies were able to sustain our operations through Fiscal Year 2012 as originally projected, they have also identified the need for other short-term and long-term financial plans to sustain the Village's General Fund both in terms of operating expenses and capital improvements. Specific actions that the Village has taken over the last few years include the following: the deferral of Finance and Facilities Plan capital projects which would have been financed with General Fund monies; the minimization of additional funding for new or expanded projects or programs; the adoption of new revenue opportunities and fee adjustments including an update to the police ticket fines, equipment violation fines, and property maintenance fines; and the adoption of an administrative tow fee and an administrative adjudication system. Finally, most recently in Fiscal Year 2012, the Village Board adopted a storm water utility fee and established a Storm Sewer Fund in order to align storm sewer revenues and expenses, which in turn, has relieved financial pressure from the General Fund for these expenses. While the Fiscal Year 2012 budget does not recognize a full year of storm water utility fee revenues and expenditures, as you will see from later discussion, the projected figures anticipate that this fund will be effective as planned.

The community should feel confident that their local tax dollars are well managed, and the Village Board is appropriately responding to the observed financial trends. In fact, the Village's sound financial practices and policies have been praised by Standard & Poor's (S&P), a bond rating agency. In 2009, S&P upgraded the Village's bond rating from AA to AA+, with "strong financial operations" cited as one of the four major strengths of the Village. Without a doubt, to receive an upgrade to the AA+ rating during the many financial and economic challenges in the last few years is an incredible achievement for the Village and its residents. Furthermore, the AA+ rating has a direct financial impact on the Village and its taxpayers. Specifically, the Village's bond rating upgrade itself accounted for nearly \$80,000 of the \$265,000 savings associated with the 2009 Advance G.O. Refunding Bond Issue. These savings will not impact the Village budget, but rather, positively impact property tax payers and are reflected in tax bills.

Although economic conditions continue to impede commercial development, staff has continued to work diligently to recruit developers and retailers for the Village. The majority of the Village's recruitment activity takes place at the International Conference of Shopping Centers events held a few times a year in Chicago. In addition, staff also works with existing businesses and commercial property owners to enhance the viability of individual businesses and commercial properties.

This year, staff has continued its effort to recruit a developer for the TIF District, with a primary focus on highway-oriented retail along the Vollmer Road frontage. To date, only preliminary conversations have taken place, but these have been positive and could dictate much of staff's economic development activity during Fiscal Year 2013. If these discussions prove fruitful, the coming fiscal year could see the submittal of at least conceptual plans for a proposed development.

The TIF District will expire in calendar year 2014, and over the next year, staff will become familiar with planning for the termination of the district. These activities will encompass both traditional land planning issues such as zoning, as well as the preparation of the dissolution of the district and distribution of any surplus funds that may remain. Even without the TIF District as an economic development tool, the Village's objective to redevelop this area for commercial activity remains.

Two capital projects are to be completed, in part, due to the receipt of grant funds. The first project is the replacement of the Central Business District street lights. Many of the fixtures are greater than 25 years old. The bases of some of the lights are showing advanced signs of deterioration and are in need of replacement for safety reasons. The lighting system is also experiencing failures, and some of the underground wiring also needs replacement. The new lights will be LED light fixtures. Construction began in the summer of 2012 and will be finished in Fiscal Year 2013. The Village has secured grant funding in the amount of \$200,000 from the State of Illinois to offset some of these construction costs.

The second project for which the Village received grant funding is the replacement of the boiler at Village Hall. The Village received a \$100,000 federal energy efficiency grant provided through Cook County which provided the funding for the replacement of the 30 year old boiler that operates on an approximate efficiency of 70% with two smaller high efficiency boilers that operate in tandem at an efficiency of approximately 94%. The result of this equipment replacement is a substantial conservation of energy.

One project which has been deferred for several years because of economic constraints is the replacement of the Butterfield Lane culvert. This project cannot be deferred further and is scheduled for Fiscal Year 2013. This project entails the replacement of the box culvert underneath Butterfield Lane. The condition of the box culvert has deteriorated over the years and although the Village has performed various repairs and improvements to maintain the culvert in working order, ultimately, the structure will need to be replaced entirely. The majority of this project will be financed with storm sewer fund resources, minimizing the financial impact on the General Fund.

The Fire Department experienced significant personnel changes during Fiscal Year 2012. The Captain/Training Administrator, Keith Damm, was promoted to the position of Assistant Fire Chief, and the recruitment and testing process was undertaken to fill the vacant Captain/Training Administrator position. That position was filled in October 2011 by a part-time Fire Department officer, Matthew Berk. Both new employees have spent the fiscal year acclimating to their positions.

A significant capital equipment replacement in the Fire Department for Fiscal Year 2013 is the replacement of ambulance 1372 and the breathing air compressor. The new ambulance will incorporate a new heavy duty battery operated patient cot and power loading system which is designed to handle patients that weigh up to 700 lbs. and will significantly reduce the potential for employee back injuries. This technologically advanced cot system provides many operational and safety benefits to the Department.

The Fire Department has identified a few significant goals for Fiscal Year 2013. The first goal is developing the bid specification for the replacement of engine 1330. This unit serves as a water tender within our non-hydrant (unincorporated) areas. The Department is aggressively pursuing grant funding for the replacement of this unit, and if awarded, the Village will need to be in a position to immediately bid the project to receive the unit within the grant performance period requirements.

This past fiscal year, the Village of Flossmoor was awarded a FEMA grant in the amount of approximately \$330,000 associated with the purchase of mobile data terminals and software for all the fire agencies within the E-Com Dispatch Center. This technology will permit our fire departments to receive the benefits of computer-aided dispatch and to receive access to important information in route to a call. Flossmoor successfully sought and received this grant, and therefore, has become responsible for the administration and accounting of this project. Over the past year, an intergovernmental agreement was drafted and executed by all seven agencies, including the Center, and the hardware and software were purchased. Flossmoor coordinated this process and oversaw the installation of the equipment. Over the next couple of years, Flossmoor will be responsible for the administration of this grant, and the equipment will fall under the ownership of each respective agency in approximately two years. Although a significant amount of work has been and will be involved with the administration of this project, the operational benefits to the Village of Flossmoor and the E-Com communities are significant.

Also the Fire Department has identified undertaking an ambulance billing request for proposal (RFP) in Fiscal Year 2013. Given the current economic climate, staff hopes to obtain favorable rates to reduce the amount the Village currently pays for these services. Further, the Village instituted car accident response billing in Fiscal Year 2011, but has realized minimal revenue from this additional billing service. We hope that the results of the RFP process will improve collections in this area.

The success of our Fire Department is largely dependent upon the work and dedication of our many volunteers. Today, we boast a nearly full volunteer roster, many of whom are new to the fire service. Training and mentoring remain a priority for the Department. I extend a heartfelt

thanks to these individuals who dedicate their time and talent to protecting our community. For the last several years, the Village has outdone industry standards by maintaining an effective volunteer staff as call volumes have increased over time and the operations have become more complex. The efforts that are being undertaken with our strategic planning process, workforce development, volunteer recruitment, and succession planning will help insure that our Fire Department staffing structure will sustain the Village for as long as possible before more significant changes need to occur.

Recently, the Village adopted the 2012 codes for commercial and residential construction as well as fire and energy codes. During calendar year 2011, the Division of Inspectional Services issued 68 permits (\$31,847 in permit fees) compared to 77 permits in the previous year. The total taxable construction value was \$4,282,944 in 2011 compared to \$8,507,438 in 2010

In June 2010, the Village issued a construction permit for the Ingalls Flossmoor Family Care Center third floor addition. The third floor is all private medical offices, contributing to the Village's overall commercial property tax base. Occupancy permits for this floor were issued in March 2012.

Staffing and staff development continue to be a significant priority for the Police Department. For all of Fiscal Year 2012, the Department has operated one officer short due to a vacancy. As of fiscal year end, a successful candidate from the patrol officer eligibility list has not been identified.

A few police equipment purchases have also been made this year. The first is the purchase of new automated defibrillators that are capable of interfacing with Fire Department cardiac instruments and training all personnel in their usage. With the assistance of private donations, the Police Department also purchased new Tasers and two new patrol rifles with accessories. A significant operational project completed this year is the transition of the Police Department radio system. The Department, with its partners in E-Com and Network III, plan on full implementation of the Cook County 800Mhz radio system. This system will provide the efficiency we have enjoyed with our current system, satisfy the need to comply with the federal narrowbanding mandate, and expand our communications capability when circumstances call for a response from multiple agencies and multiple public service disciplines. Joining the Cook County system provided all these enhanced operational benefits at a reduced cost.

Last year, the Village Board adopted ordinances governing a local adjudication program. This past fiscal year, Police Department staff undertook the implementation of that program including hiring a hearing officer, implementing the related hearing procedures, updating tickets, and training employees on the software. The first adjudication hearing was held in December 2011.

For much of the year, the Police Department administration has been involved in the collective bargaining process with the patrol officer bargaining unit whose contract expired on May 1, 2011. A three year contract was ratified in March 2012.

Although not exhaustive, a few goals in the Police Department for Fiscal Year 2013 are worth mentioning. The Police Department will undertake a sergeant promotional testing process this

summer which will establish an eligibility list for the position of sergeant. Also, staff will coordinate a patrol officer recruitment testing. The last testing process in 2010 resulted in over 250 applications and approximately 260 staff hours to coordinate. The Department will also be participating in the Regional Pharmaceutical Distribution Plan including participation in an exercise. As always, the Department will continue to work with the community towards maintaining our crime index as the lowest in the immediate area.

A project which began in Fiscal Year 2011 and carried into Fiscal Year 2012 was the development and implementation of a Wellness Program for full-time employees. In general, wellness programs are innovative alternatives to controlling health insurance costs as opposed to traditional approaches to reduce benefits and increase deductibles, which statistically have actually resulted in increased expenses to health insurance plans over the long-term. The final phases of the initial Wellness Program were implemented in Fiscal Year 2012. The program has in place an annual employee wellness screening day, an incentive program utilizing a pedometer based reward system, and an employee Wellness Committee that has introduced new and fun programs/concepts to all employees.

During Fiscal Year 2012, the Finance Department completed the early implementation of GASB 54 for the Fiscal Year 2011 CAFR and audit. GASB 54 establishes the standards for fund balance reporting and governmental fund type definitions. The implementation of GASB 54 was accomplished one year earlier than required. The Village's ability to consistently early implement difficult and challenging accounting standards has had tangible benefits, including being looked upon as a favorable factor by rating agencies which, in turn, has contributed to the Village's rating upgrades in recent years.

As a result of changes in Charter One's government banking division, the Village has been forced to review and select a new banking service provider, BMO Harris Bank. The beginning of Fiscal Year 2013 will be filled with the transition to the new service provider. The reliability and efficiency of the Village's banking services are essential to the effective daily operations of the Village's business and Finance Department as well as the overall success of the Village's finances.

The role of the Finance Department continues to be critical in monitoring the effect of the economy on the Village's financial health. This role includes monitoring long-range financial forecasts to quantify national and regional economic impacts, evaluating the ability of the referendum money to sustain operations, assisting in the identification and adoption of needed revenue enhancements, and assisting with the analysis of possible service modifications. While the implementation of a storm water utility fee has provided immediate financial relief to the General Fund mitigating poor financial forecasts beginning in Fiscal Year 2013, the effect of the storm water utility fee is a short-term solution. We will need to continue to monitor our long-range financial forecast so additional actions can be considered to address operational and capital financing needs.

The Fiscal Year 2013 Capital Equipment Fund Schedule includes the replacement of the Village's computer network and department work stations, a project which affects all departments. The replacement of the computer network infrastructure and work stations creates

a challenge to the efficiency and reliability of the administration of all departments in the Village. It will be crucial to our ongoing success that the project is seamless and meets all of our present needs as well, if not better than, what we experience today. The project manager role of the project significantly affects staff resources in both the Village Manager's office and the Finance Department.

An unanticipated project this fiscal year was a referendum on the March 20 election ballot to permit municipal electric aggregation. Along with several other communities in the State of Illinois, the Village of Flossmoor asked its residents to permit the Village to solicit bids for the purchase of electricity on the open market. The intent of this program is to buy the electricity in bulk, thereby reducing residents' and small businesses' electric supply costs. Staff in the Village Manager's office was responsible for developing an education marketing plan and related materials. The referendum was overwhelmingly successful with an 85% approval rate. The selection of a supplier will be a priority in the next couple of months.

The Village Board also approved a referendum question to appear on the November 6, 2012 seeking voter approval to issue general obligation bonds which will finance water main replacements and water system improvements. The project is expected to be an 8 year project with bonds issued in 3 separate series by the 5th year of the project. If approved, the general obligation bonds would be issued in FY 13.

Although the storm water utility fee and associated fund has relieved the Village of any further immediate reactionary measures such as service cuts or a property tax increase, it is not a long-term solution to the Village's financial concerns. The financial impact of significant capital improvements such as, but not limited to, water main replacement and street resurfacing (and in some cases, reconstruction) must be considered in the Village's long-term financial planning. This planning and related discussions between staff and the Village Board will need to occur over the next fiscal year.

The state of the economy continues to be foremost on our minds with many of the same concerns as the previous few years. The recession has impacted many government agencies, some of which have made drastic changes in service and reduced staffing as a result. Although the Village has experienced a loss in various revenues that are dependent upon the regional and/or national economy, the Village has still not had to make any draconian changes in service. Clearly, the 2006 referenda was prudent, and its successful passage was serendipitous considering today's economic conditions. In addition to the referendum monies, the Village can credit other reasons why we have been successful in this economy. Of those reasons, most importantly, the Village's financial success to date has been due to its long-term financial planning as evidenced in its Finance and Facilities Plan, Capital Equipment Fund, five year projection analysis, conservative fiscal policies and even its mid-year financial review; a key component of the Village's long-term financial planning is the Village's disciplined practice of "save then spend." As a result, the Village does not live outside its means. When needed in recent years, the Village has modified its Finance and Facilities Plan, deferring capital improvements when able. Despite the economic turmoil that surrounds the Village, we have been able to respond to these financial concerns and respond appropriately. Analyses, including the mid-year financial review and the five-year projection analysis, have become paramount in closely monitoring this situation. The Village has not waited for revenues to dip to a level to no

longer support Village operations, but instead has taken incremental steps to respond to any noted revenue gaps. The steps that the Village has taken have included a slowdown of our capital improvements, adjustments to fees and the implementation of a storm water utility fee. All of these measures have been effective in the short term, but they will be carefully monitored as we expect additional decisions with longer term impacts will need to be made.

The Village should be proud of its many accomplishments over the last year to better our community. Flossmoor continues to be a full service Village with strong financial management, efficient service delivery, high customer service response, positive community relations, neighborhood pride, and art and culture. Staff looks forward to entering Fiscal Year 2013 continuing these traditions, working with the Board and community to uphold our excellence in local government management, and continuing to be a community that pursues progress.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Sikich LLP was selected by the Village Board. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The Village was not subject to the requirements of the federal Single Audit Act of 1996 and related OMB Circular A-133.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Flossmoor for its comprehensive annual financial report for the fiscal year ended April 30, 2011. This was the 34th consecutive year that the Village has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and the Village's management team. Each of these employees has our sincere appreciation for the contributions made in the preparation of this report.

In closing, we also thank the Mayor and Board of Trustees for their leadership and support contributing to the preparation of this report throughout the year.

Respectfully Submitted,



Bridget A. Wachtel
Village Manager

srb

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Flossmoor
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Danison

President

Jeffrey R. Ewer

Executive Director

VILLAGE OF FLOSSMOOR, ILLINOIS

OFFICERS AND OFFICIALS

April 30, 2012

MAYOR

Paul Braun

BOARD OF TRUSTEES

James Crum
Perry Hoag
Philip Minga
James Mitros
James Wilder
Beverly Diane Williams

VILLAGE CLERK

Pamela Nixon

VILLAGE TREASURER

Bridget A. Wachtel

VILLAGE MANAGER

Bridget A. Wachtel

VILLAGE FINANCE DIRECTOR

Scott R. Bordui

VILLAGE ATTORNEY

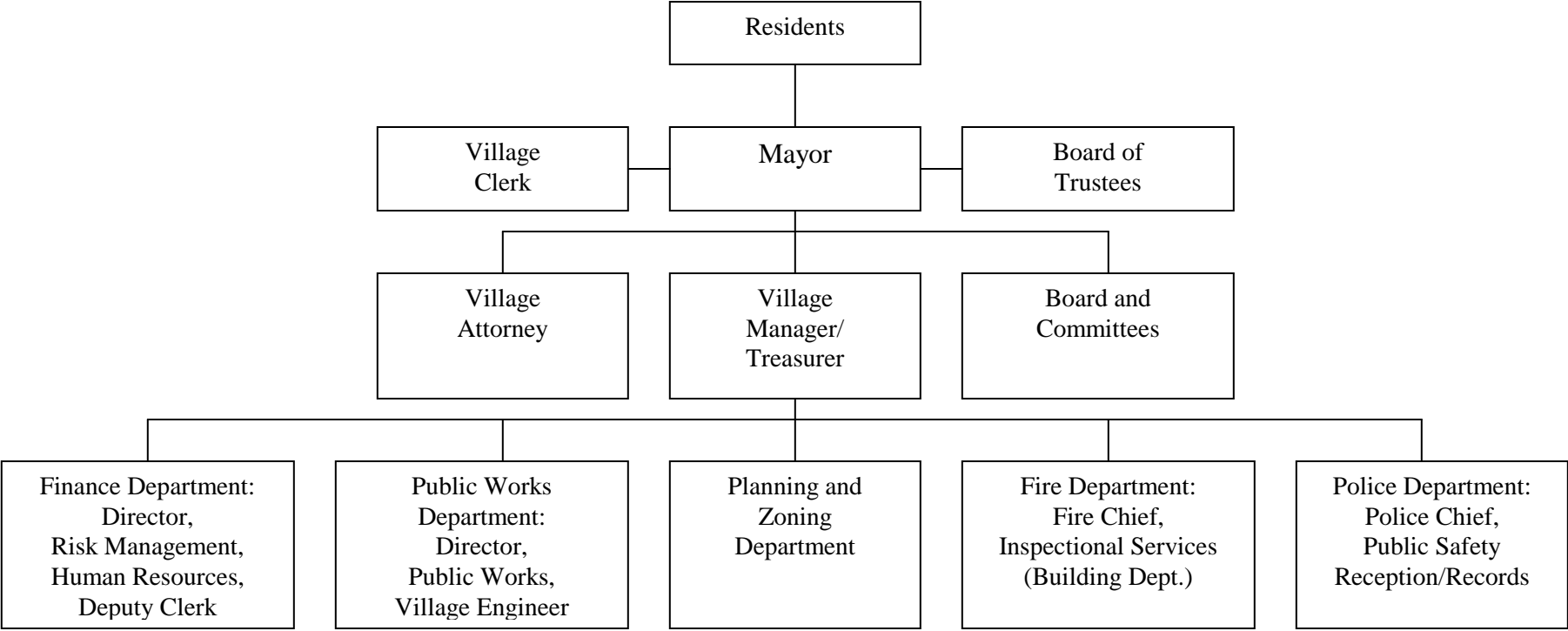
Edward R. McCormick, Jr.

VILLAGE AUDITORS

Sikich LLP

VILLAGE OF FLOSSMOOR, ILLINOIS

ORGANIZATION CHART





1415 W. Diehl Road, Suite 400 • Naperville, IL 60563

Members of American Institute of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Flossmoor, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Flossmoor, Illinois' (the Village) as of and for the year ended April 30, 2012, which collectively comprise the Village's basic financial statements as listed in the table of contents. We have also audited the financial statements of each nonmajor fund and each fiduciary fund as of and for the year ended April 30, 2012. These financial statements are the responsibility of the Village of Flossmoor, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Flossmoor, Illinois as of April 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in our opinion, each individual nonmajor fund and each fiduciary fund financial statement referred to above present fairly, in all material respects, the financial position of each of the individual funds and the changes in financial position and where applicable of the cash flows of individual proprietary funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The introductory section, combining and individual nonmajor fund financial schedules, the supplementary financial information and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial schedules and the supplementary financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The prior year comparative information has been derived from the Village of Flossmoor, Illinois 2011 financial statements and, in our prior year report dated August 15, 2011, we expressed unqualified opinions on the respective financial statements of the governmental activities, business-type activities, each major fund, the discretely presented component unit and the aggregate remaining fund information.

Naperville, Illinois
August 2, 2012

A handwritten signature in dark ink, appearing to be 'AK27', is written over the date.

VILLAGE OF FLOSSMOOR, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2012

This section of the Village of Flossmoor's Comprehensive Annual Financial Report (CAFR) presents our discussion and analysis of the Village's financial activities during the fiscal year ended April 30, 2012. This should be read in conjunction with the transmittal letter at the front of this report and with the Village's financial statements which follow this section.

FINANCIAL HIGHLIGHTS

- Net asset position and performance in total – The Village's total net assets at April 30, 2012 were \$43,243,649; an increase of \$1,082,993 during the year.
- Governmental activity summary – Net assets for governmental activities decreased by \$1,260,852 during the year.
- Business-type activity summary – Net assets for business-type activities increased by \$2,343,845 during the year.
- General Fund summary – The Village's General Fund reported an increase of \$586,878 in fund balance for the year.
- Budget vs. actual – The Village's actual revenues for governmental funds were less than total budgeted revenues by \$94,751 while the actual expenditures were less than total budgeted expenditures by \$1,937,334.
- New capital – Net capital and infrastructure assets decreased by \$572,420.
- New debt – The Village did not issue any new debt during FY 12.
- New funds – The Village established two new funds during FY 12: FEMA Fire MDT Grant (special revenue) and Storm Sewer (enterprise).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Village of Flossmoor's financial section of the CAFR. The financial section of the CAFR includes four components: 1) management's discussion and analysis, 2) the basic financial statements, 3) required supplementary information, and; 4) additional supplementary information. The basic financial statements include two kinds of statements that present different views of the Village: government-wide financial statements and fund financial statements. The basic financial statements also include notes to the financial statements.

Government-wide financial statements provide both short and long-term information about the Village's overall financial status.

Fund financial statements focus on individual parts of the Village government, reporting Village operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the required supplementary information section that further explains and supports the information in the financial statements.

In addition to all of the required financial statement elements, we have provided sections for combining statements to provide detail on non-major funds, for additional supplementary information, and for statistical information.

The following table summarizes the major features of the Village's financial statements.

Description	Government-Wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Village government (except fiduciary funds) and the Village's component unit	Activities of the Village that are not proprietary or fiduciary such as public safety	Activities the Village operates similar to private business such as the water and sewer system	Activities in which the Village is trustee or agent of another's resources such as pension plans
Required financial statements	-Statement of Net Assets -Statement of Activities	-Balance Sheet -Statement of Revenues, Expenditures, and Changes in Fund Balances	-Statement of Net Assets -Statement of Revenues, Expenses, and Changes in Fund Net Assets -Statement of Cash Flows	-Statement of Fiduciary Net Assets -Statement of Changes in Fiduciary Net Assets
Accounting basis	Accrual	Modified Accrual	Accrual	Accrual
Measurement focus	Economic resources	Current financial resources	Economic resources	Economic resources
Type of asset & liability information	All assets and liabilities; both financial and capital, short and long-term	Assets expected to be used and liabilities that come due during the year or shortly thereafter; no capital assets	All assets and liabilities; both financial and capital, short and long-term	All assets and liabilities; both short and long-term. Does not currently contain capital assets
Type of inflow & outflow information	All revenues and expenses during the year regardless if or when cash is received or paid	Revenues for which cash is received during the year or shortly thereafter; expenditures for goods or services that have been received and payment is due during the year or shortly thereafter	All revenues and expenses during the year regardless if or when cash is received or paid	All revenues and expenses during the year regardless if or when cash is received or paid

Government-Wide Statements

The government-wide financial statements are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Assets is designed to disclose bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund's current

financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village's basic services, including administration, financial services, police, fire, inspectional services and public works. Property taxes, local utility and telecommunications taxes, and shared state tax distributions finance the majority of these services. The business-type activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than fund types.

Governmental funds are presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. Governmental funds provide a current resources (short-term) view that helps determine whether there are more or fewer current financial resources available to spend for Village operations.

Proprietary funds account for services that are generally fully supported by user fees charged to customers. Proprietary funds are presented on a total economic resources measurement focus. Proprietary fund statements, like government-wide statements, provide both short and long term financial information.

Fiduciary Funds are presented for certain activities where the Village's role is that of trustee (i.e. Police and Fire Pensions) or agent. While Fiduciary Funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Total column on the Business-type Fund Financial Statements is the same in total as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires reconciliation because of the different measurement focus (current financial resources/modified accrual versus total economic resources/full accrual) which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds, proceeds from sales of capital asset disposals, and interfund transfers as other financing sources as well as capital outlay expenditures and bond principal payments as expenditures. The reconciliation will

eliminate these transactions and incorporate the capital assets and long-term obligations into the Governmental Activities column in the Government-wide statements.

Infrastructure Assets

GASB 34, requires that a government's largest group of assets (infrastructure) be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has elected to depreciate assets over their useful life. If a project is considered maintenance – a recurring cost that does not extend the asset's original useful life or expand its capacity – the cost of the project will be expensed. An “overlay” of a street will be considered maintenance whereas a “rebuild” of a street will be capitalized.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

In accordance with GASB Statement No. 34 a comparative analysis of Government-wide information is presented.

NET ASSETS

Statement of Net Assets

The following table reflects the condensed Statement of Net Assets:

Table 1
Statement of Net Assets
As of April 30, 2012

	<i>Governmental Activities 2011</i>	<i>Governmental Activities 2012</i>	<i>Business-type Activities 2011</i>	<i>Business-type Activities 2012</i>	<i>Total Primary Government 2011</i>	<i>Total Primary Government 2012</i>
<i>Current and</i>						
<i>Other Assets</i>	\$13,904,632	\$14,981,479	\$2,495,985	\$2,204,058	\$16,400,617	\$17,185,537
<i>Capital Assets</i>	25,883,609	22,925,653	13,434,083	15,819,619	39,317,692	38,745,272
<i>Total Assets</i>	\$39,788,241	\$37,907,132	\$15,930,068	\$18,023,677	\$55,718,309	\$55,930,809
<i>Other Liabilities</i>	3,646,274	3,406,632	300,238	343,419	3,946,512	3,750,051
<i>Long-Term</i>						
<i>Liabilities</i>	5,891,453	5,510,838	3,719,688	3,426,271	9,611,141	8,937,109
<i>Total Liabilities</i>	\$ 9,537,727	\$8,917,470	\$4,019,926	\$3,769,690	\$13,557,653	\$12,687,160
<i>Net Assets:</i>						
<i>Invested in</i>						
<i>capital assets</i>	20,309,419	17,772,753	9,714,395	12,393,848	30,023,814	30,166,101
<i>Restricted</i>	2,066,417	2,427,023	0	0	2,066,417	2,427,023
<i>Unrestricted</i>	7,874,678	8,789,886	2,195,747	1,860,639	10,070,425	10,650,525
<i>Total Net Assets</i>	\$30,250,514	\$28,989,662	\$11,910,142	\$14,253,987	\$42,160,656	\$43,243,649

For more detailed information see the Statement of Net Assets.

Normal Impacts-Net Assets

There are six common (basic) types of transactions that will generally affect the comparability of the Statement of Net Assets summary presentation.

Net Results Of Activities – Impacts (increases/decreases) current assets and unrestricted net assets.

Borrowing For Capital – Increases current assets and long-term debt.

Spending Borrowed Proceeds On New Capital – Reduces current assets and increases capital assets. Also, an increase in invested in capital assets and an

increase in related net debt will not change the invested in capital assets, net of debt.

Spending Of Non-borrowed Current Assets On New Capital – (a) Reduces current assets and increases capital assets; and (b) reduces unrestricted net assets and increases invested in capital assets, net of debt.

Principal Payment On Debt – (a) Reduces current assets and reduces long-term debt; and, (b) reduces unrestricted net assets and increases invested in capital assets, net of debt.

Reduction Of Capital Assets Through Depreciation – Reduces capital assets and invested in capital assets, net of debt.

Current Year Impacts-Net Assets

The Village's combined net assets increased from \$42,160,656 to \$43,243,649 as a result of a decrease in net assets for governmental activities offset by an increase for business-type activities. Net assets of the Village's governmental activities were decreased by \$1,260,852 during the year and ended the year at \$28,989,662. This decrease was the result, in part, of the current year transfer of \$2,879,739 of capital assets to establish the Storm Sewer Fund. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance daily operations, were \$8,789,886.

The net assets of business-type activities increased by \$2,343,845 during the year and ended the year at \$14,523,987. Unrestricted net assets, available to finance the continuing operations of its business type activities, were \$1,860,639. The storm sewer fund was established in FY 12. Contributions of all Village storm sewer infrastructure assets were made to the fund in the amount of \$2,879,739. Business type activities include water, sanitary sewer, storm sewer and commuter parking lot services. The total operating expenses of these services for FY 12 was \$3,711,581.

Major capital activity during the year included 198th Street water main, sanitary sewer, storm sewer and street projects, the Village base map, CBD street lights, water meter replacement, fire air pack seat replacements, FEMA fire MDT grant purchases and capital equipment fund purchases.

The Village made principal payments on three IEPA loans during the year. The Phase 3 loan required an increase of \$12.00 in the quarterly sanitary sewer surcharge from \$15.00 to \$27.00; an increase passed in FY 06. The Village also continued to make debt service payments in FY 12 on the \$7,980,000 2002 library construction bond issue which was called on 12-1-10. The 2002 bond issue was advance refunded by the 2009 G.O. Refunding bond issue. The principal amount refunded was \$5,735,000.

The Village's fifth year of GASB 45 implementation resulted in a Net OPEB obligation of \$113,053 at April 30, 2012 which reflects the implicit subsidy component of the Village's OPEB. The Village does not have an explicit subsidy as retirees pay 100% of the premium charged to the Village.

CHANGES IN NET ASSETS

Statement of Changes In Net Assets

The following chart reflects the condensed Statement of Changes In Net Assets.

Table 2
Changes in Net Assets
For the Fiscal Year Ended April 30, 2012

	<i>Governmental Activities</i>	<i>Governmental Activities</i>	<i>Business- type Activities</i>	<i>Business- type Activities</i>	<i>Total Primary Government</i>	<i>Total Primary Government</i>
	<i>2011</i>	<i>2012</i>	<i>2011</i>	<i>2012</i>	<i>2011</i>	<i>2012</i>
REVENUES						
<i>Program Revenues:</i>						
<i>Charges for</i>						
<i>Services</i>	\$863,476	\$1,333,061	\$2,842,763	\$3,362,752	\$3,706,239	\$4,695,813
<i>Operating grants</i>	320,958	306,851	0	0	320,958	306,851
<i>Capital grants</i>	269,067	589,490	1,141,013	14,603	1,410,080	604,093
<i>General Revenues:</i>						
<i>Property Taxes</i>	5,201,260	5,831,637	0	0	5,201,260	5,831,637
<i>Other Taxes</i>	2,051,578	2,032,369	0	0	2,051,578	2,032,369
<i>Investment Income</i>	55,559	22,944	6,346	3,851	61,905	26,795
<i>Contributions</i>	9,630	0	0	0	9,630	0
<i>Other</i>	423,390	8,930	0	0	423,390	8,930
Total Revenues	<u>\$9,194,918</u>	<u>\$10,125,282</u>	<u>\$3,990,122</u>	<u>\$3,381,206</u>	<u>\$13,185,040</u>	<u>\$13,506,488</u>
EXPENSES						
<i>General</i>	\$1,153,449	\$1,216,607	\$0	\$0	\$1,153,449	\$1,216,607
<i>Government</i>						
<i>Public Safety</i>	5,158,578	5,272,521	0	0	5,158,578	5,272,521
<i>Public Works</i>	1,530,755	1,275,021	0	0	1,530,755	1,275,021
<i>Highways & Streets</i>	1,489,558	580,935	0	0	1,489,558	580,935
<i>Culture &</i>						
<i>Recreation</i>	193,193	66,061	0	0	193,193	66,061
<i>Interest</i>	218,534	206,076	0	0	218,534	206,076
<i>Storm Sewer</i>	0	0	0	250,697	0	250,697
<i>Water & Sewer</i>	0	0	2,916,632	3,092,585	2,916,632	3,092,585
<i>Sanitary Sewer</i>						
<i>Rehabilitation</i>	0	0	323,526	287,519	323,526	287,519
<i>Parking</i>	0	0	179,800	175,473	179,800	175,473
Total Expenses	<u>\$9,744,067</u>	<u>\$8,617,221</u>	<u>\$3,419,958</u>	<u>\$3,806,274</u>	<u>\$13,164,025</u>	<u>\$12,423,495</u>
Transfers	\$120,039	\$(2,768,913)	\$(120,039)	\$2,768,913	\$0	\$0
Change in Net Assets	<u>\$ (429,110)</u>	<u>\$(1,260,852)</u>	<u>\$450,125</u>	<u>\$2,343,845</u>	<u>\$21,015</u>	<u>\$1,082,993</u>

Normal Impacts-Changes In Net Assets

Reflected below are eight common (basic) impacts on revenues and expenses.

Revenues:

Economic Condition – Reflects a declining, stable or growing economic environment and has a substantial impact on state income, sales, telecommunications and utility tax revenues as well as public spending habits for items such as building permits and user fees including volumes of usage.

Increase/Decrease In Village Approved Rates – While certain tax rates are set by statute, the Village Board has authority to impose and periodically increase/decrease rates (water, sewer, building permit fees, vehicle stickers etc.). The Village's property taxes are subject to tax caps which generally limit Village increases to the lesser of Consumer Price Index (1.5% for 2011 levy) or 5.0%.

Changing Patterns In Intergovernmental And Grant Revenue (both recurring and non-recurring) – Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

Market Impacts On Investment Income – The Village's investment portfolio is managed with an approach utilizing competitive pricing, laddered maturities up to one year for term investments, and diversity of investments. Market conditions may cause investment income to fluctuate more than would occur with more short-term composition.

Expenses:

Changes In Programs – Within the functional expense categories (General Government, Public Safety, Public Works, etc.) individual programs may be added, deleted or expanded to meet changing community needs.

Changes In Authorized Personnel – Changes in service demand may cause the Village Board to increase/decrease authorized staffing.

Salary Increases (annual adjustments and step increases) – The Village strives to maintain a competitive salary range position in the marketplace.

Inflation – While overall inflation appeared to be minimal based on CPI (2.3% at 4-30-12, the Village is a major consumer of certain commodities and services which typically experience inflation at a rate that can be significantly different from CPI. Examples of such items include insurance, fuel, electricity and operating supplies. Inflation was on a stable trend during the year in CPI. CPI has fluctuated from 2.2% at 4-30-10 to 3.2% at 4-30-11 and back to 2.3% at 4-40-12.

Unfunded Mandates – The Village is impacted by unfunded mandates imposed by federal, state and local governments as well as regulatory agencies. These unfunded mandates can generate additional expenses without compensating revenues.

Current Year Impacts-Changes In Net Assets

Governmental Activities

Revenue:

Revenues were modestly improved in 2012 as compared to 2011. The most significant increase in revenue during FY 12 was for property taxes. Revenues from governmental activities totaled \$10,125,282. Property taxes were the Village's largest source of revenue at \$5,373,640 (excluding TIF taxes). Property tax revenue increased by 8.7% due largely to the continued impact of the 2006 referendum and an increase in tax cap limitations imposed by CPI limits of 2.7% for the 2010 payable 2011 tax levy (up from 0.1%) and 1.5% for the 2011 payable 2012 levy. Other tax related increases were realized in road and bridge taxes (9.2%), sales taxes (7.7%), state income taxes (1.1%), local use taxes (8.4%) and TIF taxes (148.5%). Fines and forfeitures increased by 44.6% due to increases in fine amounts and the introduction of administrative tow fees. Capital grants and contributions increased by 85.3% due to a significant increase in grant activity during FY 12 largely due to the FEMA Fire MDT grant. Other revenues which increased significantly during the year included a 5.9% increase in vehicle sticker sales. Offsetting the overall increase were several key revenues which declined or remained stagnant; many of which were directly impacted by poor regional, state and national economic conditions. Several tax related revenues declined during the year including personal property replacement taxes (11.6%), telecommunications taxes (2.1%), utility taxes (8.8%) and E911 surcharges (3.7%). Charges for services decreased by 1.6% due largely to declines in special fire services revenue and public works engineering fees. Licenses and permits declined by 12.1% due mainly to a decline in building permits. MFT allotments dropped by 1.0%. Investment income decreased by 58.7% as market interest rates remained at historic lows during FY 12 due largely to no actions by the Federal Reserve. The Village did not receive developer's contributions for governmental activities

Expenses:

Expenses for governmental activities totaled \$8,617,221. Expenses decreased during FY 12 due to several factors. The establishment of the Storm Sewer Fund provided a reduction in expenses to the General Fund. There were also decreased expenses which impacted most programs including health insurance (1.2%) and Intergovernmental Risk Management Agency (IRMA) premiums (17.9%). General Government costs decreased by 0.5% due; in part, to decreases related to the Village's base map project. Public Works costs decreased by 36.2% as savings were recognized in professional services, the snow and ice program, street sweeping and horticulture. Finally, there were key vacancies in positions which resulted in decreased costs. There were several increases that offset the overall decrease. There were several increases which impacted most programs including unemployment contributions (17.1%) and IMRF and fire pension costs. Public Safety expenses

which represent the Village's largest category, increased by 3.0%. The Public Safety increase was due to several factors including increases in Police officer salaries (2.0% raise), Fire Department tuition and fees, petroleum inspectional services inspector and administrator salaries, large increases in fire (52.8%) pension contributions, Fire Department tuition and fees and Foreign Fire Insurance Fund expenses. Increases within the Public Works function were recognized in the share the cost tree program, parkway tree program, landscape maintenance and concrete repair for sidewalk replacement. The new FEMA Fire MDT Grant Fund resulted in \$409,287 in new expenses. Eligible non-union employees also received a 2.00% across the board salary/wage increase which was passed effective May 1, 2011 and the FOP union contract was settled at May 1, 2011 including a 2.0% salary increase and retroactivity. The salary increases, in turn, resulted in increased employer contributions for items such as social security, medicare, pensions and unemployment.

Business-Type Activities

Revenue:

Revenue from business-type activities totaled \$3,381,206 (without capital contributions and transfers); an increase from FY 11. Water and sewer rates were increased at the end of the year due largely to large increases in water purchase costs with the City of Harvey (through the Village of Homewood), to a declining "billed to purchased" ratio and to cover operating costs budgeted in FY 13. The combined water and sewer rate at April 30, 2012 was \$9.86 per 1,000 gallons. The Village also established a Storm Sewer fund with a funding source of a new stormwater utility fee at \$1.50 per 1,000 gallons. The quarterly sanitary sewer surcharge was last increased effective October 1, 2005 from \$15 to \$27 and serves as a dedicated repayment source as required by the Village's IEPA loans. Commuter parking fee rates were last increased effective May 1, 2005. Commuter parking fees at May 1, 2010 remained \$105.00 for quarterly permits, \$2.00 for daily permits, and \$85.00 for quarterly merchant spaces. Water sales and sewer sales increased by 3.7% and 10.5%; respectively, due mainly to slightly increased usage offset by a decline in the Village's "billed to purchased" ratio, rate increases and sewer only fee increases. The new stormwater utility fee generated \$397,927 in new revenue. Also contributing to the overall increase were increases in water permit fees, payment plan fees and grant control parking fund revenues. Business-type activities total increases to net assets increased during FY 12 due to capital contributions (\$2,894,342) which was a much higher figure than received in FY 11 (\$1,141,013). The increase in contributions is primarily due to \$2,879,739 in contributions to the new Storm Sewer fund. Offsetting the overall increase were decreases in sanitary sewer rehabilitation fund revenues (0.1%), municipal control parking fund revenues (3.2%) and NSF fees (46.3%). Investment income from business-type activities was impacted in a more negative manner than the General Fund due to the short-term nature of cash and investments being held primarily in Illinois Funds accounts. Investment income decreased by 39.3%; a result of the historically low rate environment.

Expenses:

Expenses for business-type activities totaled \$3,806,274; an increase above FY 11. There were several key increases realized during the year including water purchase costs from Homewood (2.9%), the Village's share of Harvey capital (3.6%), the water and sewer fund allocation for administrative charges paid to the General Fund (5.9%), water system maintenance (58.1%), the water meter replacement program which did not take place in FY 11, the grant parking fund allocation for administrative charges paid to the General Fund (1.9%) and expenses in the new Storm Sewer fund which totaled \$250,697. There were several cost decreases in business-type activities during the year which offset the overall increase. Significant decreases were realized in the water and sewer fund allocation for FICA, Medicare and IMRF charges paid to the general fund (11.9%), Homewood operating and maintenance (5.8%), water system improvement (10.7%) and sanitary sewer rehabilitation maintenance (55.6%).

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

For the fiscal year ended April 30, 2012, the governmental funds reflect a combined fund balance of \$10,853,505; an increase of \$1,264,522 from the prior year. This increase is due primarily to net changes in fund balance increases of \$586,878 in the General Fund, \$300,982 in the TIF Fund, \$45,279 in the MFT Fund, \$16,638 in the FEMA Fire MDT Grant Fund and \$308,835 in the Capital Equipment Fund. These increases were offset, in part, by net change in fund balance decreases of \$3,660 in the Debt Service Fund and \$2,784 in the Foreign Fire Insurance Fund. It is also notable that for FY 12, the Capital Equipment Fund remained classified as a major fund in the Village's financial statements while the Storm Sewer Fund became a new major enterprise fund.

Contributing to this year's overall increase was an increase of \$586,878 in General Fund fund balance. Contributing to the increase were improved revenues in FY 12. The most significant increase to the overall General Fund revenues remains property taxes which increased largely due to additional property tax revenue still largely generated by the 2006 referendum. Outside of property tax revenues, there were a few other areas of revenue improvement which contributed including sales taxes, court fines, administrative tow fees, local use taxes, license and permit fees due mainly to vehicle stickers and intergovernmental revenues due to increased grant activity. The General Fund increase is due primarily to expenditure decreases. The most significant expenditure decreases were due to health insurance premiums, IRMA premiums, finance department, legal services, planning & zoning public works administration, public works streets, snow and ice program, weedy lot program and building maintenance. In FY 12 there was reduced capital project activity compared to FY 11 in the General Fund with the Village base map (\$4,340), fire department air packs (\$7,162), and CBD street lights (\$42,100) being the only activity. There were also position vacancies that reduced salary and benefit related expenses. General Fund revenues increased by 2.6% over the previous year while expenditures decreased by 5.3%.

The healthy General Fund fund balance of \$6,416,373 ensures that the Village has sufficient reserves to cover planned upcoming expenditures, continued commitments to

projects set aside for funding in the FY 13 budget per the Village's Finance and Facilities Plan and impacts that could arise over several years of a potential extended economic downturn. Additionally, the fund balance is sufficient to allow for short term cash flow aberrations and a fund balance assignment for working cash. The fund balance represents approximately 88.7% of the Village's General Fund expenditures for FY 12; an improvement from the 76.3% level for FY 11.

General Fund Budgetary Highlights

<i>General Fund</i>	<i>FY 12 Original Budget</i>	<i>FY 12 Amended Budget</i>	<i>FY 12 Actual</i>
<i>Revenues</i>			
<i>Taxes</i>	\$5,957,543	\$5,957,543	\$5,977,973
<i>Licenses & Permits</i>	337,280	337,280	377,742
<i>Intergovernmental</i>	1,180,780	1,180,780	986,856
<i>Charges for Services</i>	411,960	411,960	359,672
<i>Other</i>	539,786	539,786	506,991
Total	\$8,355,349	\$8,355,349	\$8,209,234
<i>Expenditures and Transfers</i>			
<i>Expenditures</i>	\$(8,497,134)	\$(8,241,275)	\$(7,232,673)
<i>Transfers Out</i>	(387,589)	(390,824)	(390,824)
<i>Transfers In</i>	1,000	1,000	1,141
Total	\$(8,823,723)	\$(8,631,099)	\$(7,622,356)
Change in Fund Balance	\$(468,374)	\$(275,750)	\$586,878

Actual General Fund revenues were less than amended budgeted revenues by \$146,115 (1.7% under) during FY 12. This is attributable to several revenue items being under budget. Significant revenue items that were under budget included utility taxes, telecommunication taxes, grants, ambulance fees, special fire services, court fines and interest. Offsetting these under budget items were property taxes, sales taxes, local use taxes, road and bridge taxes, vehicle stickers and cable franchise/service provider fees; items that all exceeded budget.

Actual General Fund expenditures and transfers were less than the original budget by \$1,201,367 and were less than the amended budget by \$1,008,743 (11.7% under). The budget to actual variance is due primarily to large budgeted capital projects/non-operating items that were either not undertaken at all, were in progress or were well under budget. Other large under budget expenses included FICA & Medicare contributions, health insurance, IMRF contributions, IRMA premiums and deductibles, police officer overtime, police training, fire duty shift pay, fire physical fitness, public works administration professional services, public works street sweeping and public works snow and ice program. Vacancies in Police Officer, Assistant Fire chief, Fire Captain/Training Administrator and Maintenance Worker positions also contributed to the under budget performance for salary and benefit line items. Notable expenditures that were over budget were unemployment contributions, fire pension contributions,

petroleum, fire call pay, fire equipment and maintenance, inspectional services building inspector pay and public works share the cost tree program.

During fiscal year 2012, the Village Board passed resolutions to amend the budget four times. The General Fund was impacted by these budget amendments primarily for the following purposes:

- Contract landscape maintenance
- Storm Sewer fund transfers
- Local share of the FEMA Fire MDT grant
- Replacement of air pack seats
- Public Works Technician and Forestry Maintenance Technician positions
- IRMA 2012 premiums
- Village base map project
- Emerald ash borer tree removal.

The Capital Equipment Fund is the Village's other major governmental fund. The Capital Equipment Fund balance increased by \$308,835 during FY 12. The increase is due; in part, to improved revenues during FY 12. The Village received a \$100,000 grant in FY 12 for the Village Hall boiler as well as increases in transfers from the General Fund (5.0%) and other financing sources in the form of property sales and trade ins. Interest income offset the improved revenues by decreasing by 69.7% while transfers from the Water and Sewer Fund dropped by 7.7%. Expenditures decreased by 39.9% due largely to the prepayment of the purchase of an ambulance and scheduled decreases per the Village's ten year capital replacement schedule. The Capital Equipment Fund balance of \$2,091,721 is sufficient to fund all purchases listed on the capital equipment replacement schedule for FY 13 as reflected in the Village's FY 13 budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of Fiscal Year 2012 the Village's Governmental Funds had invested \$33,105,272 (see Notes to Financial Statements #3) in a variety of capital assets and infrastructure, as reflected in the following schedule.

Table 3
Governmental Funds
Change in Net Capital Assets

	<i>Balance May 1, 2011</i>	<i>Net Additions/ Deletions</i>	<i>Balance April 30, 2012</i>
<i>Non-Depreciable Assets</i>			
<i>Construction in Progress</i>	\$881,802	\$(766,519)	\$115,283
<i>Land</i>	10,459,557	0	10,459,557
<i>Depreciable Capital Assets</i>			
<i>Buildings and Improvements</i>	12,131,428	(17,225)	12,114,203
<i>Equipment and Vehicles</i>	4,383,222	25,752	4,408,974
<i>Infrastructure</i>	9,831,186	(3,823,931)	6,007,255
<i>Accumulated Depreciation on Capital Assets</i>	(11,803,586)	1,623,967	(10,179,619)
<i>Totals</i>	\$25,883,609	\$(2,957,956)	\$22,925,653

This year's major additions were the Village Hall boiler, 198th Street streets, breath analysis equipment, defibrillators, the MDT data software, computer printers, dump truck, loader/backhoe and a public works utility vehicle. The Village also made payment on a new ambulance which was not received by the end of FY 12. The ambulance was recorded as a prepaid asset (\$217,644) at the end of FY 12.

This year's only major deletions were printers, vehicles, defibrillators, breathing area center and the central drive parking lot which was replaced. Storm sewer infrastructure capital assets were transferred to the Storm Sewer fund which was established in FY 12.

At the end of Fiscal Year 2012 the Village's Business-Type Funds had invested \$27,961,038 (see Notes to Financial Statements #3) in a variety of capital assets and infrastructure, as reflected in the following schedule.

Table 4
Business-Type Funds
Change in Net Capital Assets

	<i>Balance May 1, 2011</i>	<i>Net Additions/ Deletions</i>	<i>Balance April 30, 2012</i>
<i>Non-Depreciable Assets</i>			
<i>Construction in Progress</i>	\$823,112	\$(785,682)	\$37,430
<i>Land</i>	683,000	0	683,000
<i>Depreciable Capital Assets</i>			
<i>Buildings and Improvements</i>	3,279,079	33,826	3,312,905
<i>Equipment and Vehicles</i>	742,519	0	742,519
<i>Infrastructure</i>	17,778,101	5,407,083	23,185,184
<i>Accumulated Depreciation on Capital Assets</i>	(9,871,728)	(2,269,691)	(12,141,419)
<i>Totals</i>	<i>\$13,434,083</i>	<i>\$2,385,536</i>	<i>\$15,819,619</i>

This year's major additions were the 198th Street water mains, sanitary sewers and storm sewers. Storm sewer infrastructure capital assets were transferred to the Storm Sewer fund which was established in FY 12.

There were no deletions in FY 12 other than retirement of construction in progress.

Debt Outstanding

In 1999, the Village was awarded a 1,985,373 loan from the IEPA under their low interest loan program. As of April 30, 2012, the Village owes \$953,324. Since the loan was issued for the Phase 1 sanitary sewer system project, it is reported as a business-type activity.

In 2001, the Village was awarded a 1,190,343 loan from the IEPA under their low interest loan program. As of April 30, 2012, the Village owes \$661,605. Since the loan was issued for the Phase 2 sanitary sewer system project, it is reported as a business-type activity.

In 2003, the Village was awarded a \$2,577,633 loan which was amended in 2005 (FY 06) to \$2,678,587 from IEPA under their low interest loan program. A final loan repayment schedule was issued in FY 06. As of April 30, 2012 the Village owes \$1,811,342. Since the loan was issued for the Phase 3 sanitary sewer system project, it is reported as a business-type activity.

In 2009 (FY 10), the Village issued \$5,735,000 General Obligation Refunding Bonds to refund the 2002 General Obligation Bonds used for the construction of a new library. As

of April 30, 2012, the Village owes \$5,240,000. The bond is reported as a governmental activity.

The Village's total legal general obligation debt limit is estimated at \$20,930,028. The Village's total general obligation debt of \$5,240,000 is within the limit. See Notes to Financial Statements #4 for additional information regarding the long-term debt of the Village.

ECONOMIC FACTORS

As discussed earlier, the Village has been impacted by economics occurring at the regional, state, and national levels. These economic factors include housing, unemployment, interest rates, credit/loan issues, the performance of the stock market, the federal government debt/deficit debacle and the State of Illinois government fiscal crisis among others. The Village's 2011 EAV (for taxes payable 2012) decreased by 21.8% as compared to the 2010 EAV. 2011 was a reassessment year and the first reassessment since the beginning of the "great recession" in 2008. The EAV reflects the decrease in property values that has occurred in Flossmoor as well as the region since 2008. The decrease followed increases of 0.9% and 4.4% increase in 2010 and 2009, respectively. The Village's unemployment rate according to the most recently available (2011) data was 7.3%; below state and county levels and a decrease over the prior year (8.0%). The Consumer Price Index (CPI) for the Chicago area was 2.1% for April 2012; a figure below the national average of 2.3% and representing a modest trend of inflation. Other statistics from the 2010 census include per capita income of \$48,105, median household income of \$88,193, and median home value of \$268,700. Several major economic development projects were either completed, underway, or approved by the Village in FY 12 including the Ingalls expansion.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Scott R. Bordui, Finance Director, Village of Flossmoor, 2800 Flossmoor Road, Flossmoor, Illinois.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Flossmoor Public Library
ASSETS				
Cash and Cash Equivalents	\$ 6,272,817	\$ 996,931	\$ 7,269,748	\$ 1,596,448
Investments	4,545,364	498,621	5,043,985	802,317
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)				
Property Taxes	2,808,565	-	2,808,565	695,581
Utility Taxes	138,849	-	138,849	-
Court Fines	5,137	-	5,137	-
Franchise Fees	42,503	-	42,503	-
Accounts	78,137	680,696	758,833	1,970
Accrued Interest	5,112	1,010	6,122	-
Deposits	74,019	-	74,019	-
Due from Other Governments	266,612	-	266,612	9,705
Due from Primary Government	-	-	-	3,050
Advances to (from) Other Funds	(26,800)	26,800	-	-
Prepaid items	217,644	-	217,644	-
Bond Issuance Costs	70,490	-	70,490	-
Net Pension Assets	483,030	-	483,030	-
Capital Assets				
Nondepreciable	10,574,840	720,430	11,295,270	-
Depreciable, Net of Accumulated Depreciation	12,350,813	15,099,189	27,450,002	142,575
Total Assets	37,907,132	18,023,677	55,930,809	3,251,646
LIABILITIES				
Accounts Payable	216,004	190,638	406,642	35,829
Accrued Payroll	253,845	1,184	255,029	50,447
Deposits Payable	-	27,576	27,576	-
Intergovernmental Payable	-	85,500	85,500	-
Accrued Interest Payable	77,063	6,076	83,139	-
Due to Component Unit	3,050	-	3,050	-
Due to Fiduciary Funds	864	-	864	-
Unearned Revenue	2,855,806	32,445	2,888,251	695,581
Noncurrent Liabilities				
Due Within One Year	481,733	301,178	782,911	-
Due in More than One Year	5,029,105	3,125,093	8,154,198	18,598
Total Liabilities	8,917,470	3,769,690	12,687,160	800,455
NET ASSETS				
Invested in Capital Assets, Net of Related Debt Restricted for Nonexpendable	17,772,753	12,393,348	30,166,101	142,575
Working Cash	400,000	-	400,000	-
Restricted for Expendable				
Debt Service	313,441	-	313,441	-
Maintenance of Roadways	294,297	-	294,297	-
Parkway Trees	722	-	722	-
Public Safety	63,814	-	63,814	-
Culture and Recreation	21,554	-	21,554	-
Economic Development	1,219,674	-	1,219,674	-
Illinois EPA Loan	113,521	-	113,521	-
Unrestricted	8,789,886	1,860,639	10,650,525	2,308,616
TOTAL NET ASSETS	\$ 28,989,662	\$ 14,253,987	\$ 43,243,649	\$ 2,451,191

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2012

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General Government	\$ 1,216,607	\$ 418,769	\$ -	\$ 100,000
Public Safety	5,272,521	608,268	14,428	426,467
Public Works	1,275,021	301,531	-	-
Highways and Streets	580,935	-	277,397	63,023
Culture and Recreation	66,061	4,493	15,026	-
Interest	206,076	-	-	-
Total Governmental Activities	8,617,221	1,333,061	306,851	589,490
Business-Type Activities				
Water and Sewer	3,092,585	2,423,248	-	14,603
Sanitary Sewer Rehabilitation	287,519	367,941	-	-
Storm Sewer	250,697	397,892	-	-
Parking	175,473	173,671	-	-
Total Business-Type Activities	3,806,274	3,362,752	-	14,603
TOTAL PRIMARY GOVERNMENT	\$ 12,423,495	\$ 4,695,813	\$ 306,851	\$ 604,093
COMPONENT UNIT				
Flossmoor Public Library	\$ 1,312,759	\$ 38,017	\$ 16,284	\$ -

Net (Expense) Revenue and Change in Net Assets				
Primary Government			Component Unit	
Governmental Activities	Business-Type Activities	Total	Flossmoor Public Library	
\$ (697,838)	\$ -	\$ (697,838)	\$ -	
(4,223,358)	-	(4,223,358)	-	
(973,490)	-	(973,490)	-	
(240,515)	-	(240,515)	-	
(46,542)	-	(46,542)	-	
(206,076)	-	(206,076)	-	
(6,387,819)	-	(6,387,819)	-	
-	(654,734)	(654,734)	-	
-	80,422	80,422	-	
-	147,195	147,195	-	
-	(1,802)	(1,802)	-	
-	(428,919)	(428,919)	-	
(6,387,819)	(428,919)	(6,816,738)	-	
-	-	-	(1,258,458)	
General Revenues				
Taxes				
Property and Replacement	5,831,637	-	5,831,637	1,380,253
Sales	249,660	-	249,660	-
Utility	492,051	-	492,051	-
Telecommunications	411,885	-	411,885	-
Income	739,859	-	739,859	-
Local Use	138,914	-	138,914	-
Investment Income	22,944	3,851	26,795	4,811
Miscellaneous	8,930	-	8,930	2,367
Transfers	(2,768,913)	2,768,913	-	-
Total	5,126,967	2,772,764	7,899,731	1,387,431
CHANGE IN NET ASSETS	(1,260,852)	2,343,845	1,082,993	128,973
NET ASSETS, MAY 1	30,250,514	11,910,142	42,160,656	2,322,218
NET ASSETS, APRIL 30	\$ 28,989,662	\$ 14,253,987	\$ 43,243,649	\$ 2,451,191

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

BALANCE SHEET

GOVERNMENTAL FUNDS

April 30, 2012

	General	Capital Equipment	Nonmajor Governmental Funds	Total Governmental Funds
<hr/>				
ASSETS				
Cash and Cash Equivalents	\$ 2,659,036	\$ 1,250,497	\$ 2,363,284	\$ 6,272,817
Investments	3,921,784	623,580	-	4,545,364
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)				
Property Taxes	2,456,909	-	351,656	2,808,565
Utility and Telecommunications Taxes	138,849	-	-	138,849
Franchise Fees	42,503	-	-	42,503
Court Fines	5,037	-	100	5,137
Accounts	53,240	-	24,897	78,137
Accrued Interest	5,112	-	-	5,112
Deposits	74,019	-	-	74,019
Due from Other Governments	248,239	-	18,373	266,612
Due from Other Funds	272	-	72,275	72,547
Prepaid items	-	217,644	-	217,644
	<hr/>			
TOTAL ASSETS	\$ 9,605,000	\$ 2,091,721	\$ 2,830,585	\$ 14,527,306
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VILLAGE OF FLOSSMOOR, ILLINOIS

BALANCE SHEET (Continued)

GOVERNMENTAL FUNDS

April 30, 2012

	General	Capital Equipment	Nonmajor Governmental Funds	Total Governmental Funds
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 109,558	\$ -	\$ 106,446	\$ 216,004
Accrued Payroll	253,845	-	-	253,845
Due to Component Unit	3,050	-	-	3,050
Due to Other Funds	317,160	-	272	317,432
Due to Fiduciary Funds	864	-	-	864
Deferred Revenue	2,504,150	-	351,656	2,855,806
Advance from Other Funds	-	-	26,800	26,800
Total Liabilities	3,188,627	-	485,174	3,673,801
FUND BALANCES				
Nonspendable				
Deposits	74,019	-	-	74,019
Working Cash	-	-	400,000	400,000
Prepaid Items	-	217,644	-	217,644
Restricted for				
Maintenance of Roadways	7,900	-	286,397	294,297
Parkway Trees	722	-	-	722
Public Safety	-	-	63,814	63,814
Culture and Recreation	-	-	21,554	21,554
Economic Development	-	-	1,219,674	1,219,674
Debt Service	-	-	313,441	313,441
Illinois EPA Loan	113,521	-	-	113,521
Committed for				
Finance and Facilities Plan	2,156,250	-	-	2,156,250
Capital Projects	-	1,874,077	-	1,874,077
Assigned for				
Working Cash	2,402,000	-	-	2,402,000
Art Maintenance	-	-	40,531	40,531
Unassigned				
General Fund	1,661,961	-	-	1,661,961
Total Fund Balances	6,416,373	2,091,721	2,345,411	10,853,505
TOTAL LIABILITIES AND FUND BALANCES	\$ 9,605,000	\$ 2,091,721	\$ 2,830,585	\$ 14,527,306

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET ASSETS

April 30, 2012

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 10,853,505
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	22,925,653
Deferred charges and premiums/discounts on bonds are expensed in governmental funds but capitalized and amortized in the statement of net assets	
Premium on issuance of bonds	(158,340)
Bond issuance costs	70,490
Net pension assets are not recorded in governmental funds but are recorded on the statement of net assets	483,030
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
Bonds payable	(5,240,000)
Interest payable	(77,063)
Loss on refunding	245,440
Compensated absences	(208,152)
Less internal service funds' portion	208,152
Net other postemployment benefit obligation	(113,053)
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 28,989,662</u></u>

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended April 30, 2012

	General	Capital Equipment	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 5,977,973	\$ -	\$ 1,098,983	\$ 7,076,956
Licenses and Permits	377,742	-	-	377,742
Intergovernmental	986,856	100,000	703,147	1,790,003
Charges for Services	359,672	-	-	359,672
Fines and Forfeits	154,895	-	2,449	157,344
Investment Income	15,154	3,595	4,195	22,944
Other	336,942	-	3,679	340,621
Total Revenues	8,209,234	103,595	1,812,453	10,125,282
EXPENDITURES				
Current				
General Government	1,151,174	-	-	1,151,174
Public Safety	5,087,706	-	144,109	5,231,815
Public Works	958,797	-	-	958,797
Highways and Streets	-	-	232,271	232,271
Culture and Recreation	34,996	-	1,511	36,507
Capital Outlay	-	417,984	443,947	861,931
Debt Service				
Principal	-	-	430,000	430,000
Interest and Fiscal Charges	-	-	193,900	193,900
Total Expenditures	7,232,673	417,984	1,445,738	9,096,395
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	976,561	(314,389)	366,715	1,028,887
OTHER FINANCING SOURCES (USES)				
Transfers In	1,141	498,415	3,235	502,791
Transfers (Out)	(390,824)	-	(1,141)	(391,965)
Proceeds from the Sale of Capital Assets	-	124,809	-	124,809
Total Other Financing Sources (Uses)	(389,683)	623,224	2,094	235,635
NET CHANGE IN FUND BALANCES	586,878	308,835	368,809	1,264,522
FUND BALANCES, MAY 1	5,829,495	1,782,886	1,976,602	9,588,983
FUND BALANCES, APRIL 30	\$ 6,416,373	\$ 2,091,721	\$ 2,345,411	\$ 10,853,505

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2012

NET CHANGE IN FUND BALANCES -	
TOTAL GOVERNMENTAL FUNDS	\$ 1,264,522
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	765,047
The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense	(40,575)
The transfer of capital assets to the Storm Sewer Fund from governmental activities is reported as a transfer on the statement of activities	(2,879,739)
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	430,000
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Depreciation	(802,689)
Change in net pension asset	43,753
Change in net other postemployment benefit	(28,995)
Amortization of issuance costs	(7,049)
Amortization of bond premium	15,834
Amortization of loss on refunding	(24,544)
Change in accrued interest payable	3,583
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ (1,260,852)</u>

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

April 30, 2012

	Business-Type Activities					Governmental Activities
	Water and Sewer	Sanitary Sewer Rehabilitation	Storm Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
CURRENT ASSETS						
Cash and Cash Equivalents	\$ 122,471	\$ 557,533	\$ 94,190	\$ 222,737	\$ 996,931	\$ -
Investments	498,621	-	-	-	498,621	-
Receivables (Net of Allowances for Uncollectibles)						
Customer Accounts, Billed	247,479	44,617	36,921	2,975	331,992	-
Customer Accounts, Unbilled	310,147	-	38,557	-	348,704	-
Accrued Interest	1,010	-	-	-	1,010	-
Due from Other Funds	-	-	-	-	-	244,885
Advances to Other Funds	26,800	-	-	-	26,800	-
Total Current Assets	1,206,528	602,150	169,668	225,712	2,204,058	244,885
NONCURRENT ASSETS						
Capital Assets						
Nondepreciable	50,430	-	-	670,000	720,430	-
Depreciable, Net of Accumulated Depreciation	7,573,706	4,471,332	2,879,739	174,412	15,099,189	-
Net Capital Assets	7,624,136	4,471,332	2,879,739	844,412	15,819,619	-
Total Assets	8,830,664	5,073,482	3,049,407	1,070,124	18,023,677	244,885
CURRENT LIABILITIES						
Accounts Payable	145,024	22,571	22,440	603	190,638	-
Accrued Payroll	605	-	-	579	1,184	-
Accrued Interest Payable	-	6,076	-	-	6,076	-
Deposits Payable	27,576	-	-	-	27,576	-
Intergovernmental Payable	85,500	-	-	-	85,500	-
Unearned Revenue	-	-	-	32,445	32,445	-
Current Portion of Long-Term Liabilities	-	301,178	-	-	301,178	36,733
Total Current Liabilities	258,705	329,825	22,440	33,627	644,597	36,733
LONG-TERM LIABILITIES						
Compensated Absences	-	-	-	-	-	208,152
Illinois EPA Loan	-	3,125,093	-	-	3,125,093	-
Total Long-Term Liabilities	-	3,125,093	-	-	3,125,093	208,152
Total Liabilities	258,705	3,454,918	22,440	33,627	3,769,690	244,885
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	7,624,136	1,045,061	2,879,739	844,412	12,393,348	(36,733)
Unrestricted	947,823	573,503	147,228	192,085	1,860,639	36,733
TOTAL NET ASSETS	\$ 8,571,959	\$ 1,618,564	\$ 3,026,967	\$ 1,036,497	\$ 14,253,987	\$ -

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS

PROPRIETARY FUNDS

For the Year Ended April 30, 2012

	Business-Type Activities				Governmental Activities	
	Water and Sewer	Sanitary Sewer Rehabilitation	Storm Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
OPERATING REVENUES						
Charges for Services	\$ 2,412,624	\$ 367,941	\$ 397,892	\$ 173,671	\$ 3,352,128	\$ 11,680
Other	10,624	-	-	-	10,624	-
Total Operating Revenues	2,423,248	367,941	397,892	173,671	3,362,752	11,680
OPERATING EXPENSES						
Personal Services	184,399	2,764	-	16,750	203,913	11,680
Commodities	75,472	506	4,093	-	80,071	-
Maintenance	137,087	40,288	27,395	2,909	207,679	-
Contractual Services	1,293,298	-	18,089	7,880	1,319,267	-
Allocated Costs and Administrative Charge by the General Fund	1,020,316	-	201,120	132,650	1,354,086	-
Depreciation	379,826	149,268	-	15,284	544,378	-
Training	2,187	-	-	-	2,187	-
Total Operating Expenses	3,092,585	192,826	250,697	175,473	3,711,581	11,680
OPERATING INCOME (LOSS)	(669,337)	175,115	147,195	(1,802)	(348,829)	-
NONOPERATING REVENUES (EXPENSES)						
Investment Income	2,743	952	33	123	3,851	-
Interest Expense	-	(94,693)	-	-	(94,693)	-
Total Nonoperating Revenues (Expenses)	2,743	(93,741)	33	123	(90,842)	-
NET INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	(666,594)	81,374	147,228	(1,679)	(439,671)	-
TRANSFERS						
Transfers (Out)	(110,826)	-	-	-	(110,826)	-
Total Transfers	(110,826)	-	-	-	(110,826)	-
CONTRIBUTIONS	14,603	-	2,879,739	-	2,894,342	-
CHANGE IN NET ASSETS	(762,817)	81,374	3,026,967	(1,679)	2,343,845	-
NET ASSETS, MAY 1	9,334,776	1,537,190	-	1,038,176	11,910,142	-
NET ASSETS, APRIL 30	\$ 8,571,959	\$ 1,618,564	\$ 3,026,967	\$ 1,036,497	\$ 14,253,987	\$ -

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

For the Year Ended April 30, 2012

	Business-Type Activities					Governmental Activities
	Water and Sewer	Sanitary Sewer Rehabilitation	Storm Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers and Users	\$ 2,384,542	\$ 366,793	\$ 322,414	\$ 173,671	\$ 3,247,420	\$ -
Receipts from Interfund Users	-	-	-	-	-	11,680
Receipts from Miscellaneous Revenues	10,624	-	-	-	10,624	-
Payments to Suppliers	(1,458,591)	(74,177)	(27,137)	(12,087)	(1,571,992)	-
Payments to Employees	(184,596)	(2,764)	-	(16,750)	(204,110)	-
Payments to Interfund Users	-	-	-	-	-	(11,680)
Payments to Other Funds	(1,020,316)	-	(201,120)	(132,650)	(1,354,086)	-
Net Cash from Operating Activities	(268,337)	289,852	94,157	12,184	127,856	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Amounts Received from Other Funds	14,700	-	-	-	14,700	-
Transfers (Out)	(110,826)	-	-	-	(110,826)	-
Net Cash from Noncapital Financing Activities	(96,126)	-	-	-	(96,126)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchases of Capital Assets	(1,747)	-	-	(33,826)	(35,573)	-
Payment of IEPA Loan Principal	-	(293,417)	-	-	(293,417)	-
Payment of Interest	-	(95,322)	-	-	(95,322)	-
Net Cash from Capital and Related Financing Activities	(1,747)	(388,739)	-	(33,826)	(424,312)	-
CASH FLOWS FROM INVESTING ACTIVITIES						
Purchase of Investments	(498,622)	-	-	-	(498,622)	-
Maturity of Investments	754,017	-	-	-	754,017	-
Interest on Investments	1,896	953	33	123	3,005	-
Net Cash from Investing Activities	257,291	953	33	123	258,400	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(108,919)	(97,934)	94,190	(21,519)	(134,182)	-
CASH AND CASH EQUIVALENTS, MAY 1	231,390	655,467	-	244,256	1,131,113	-
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 122,471	\$ 557,533	\$ 94,190	\$ 222,737	\$ 996,931	\$ -

(This statement is continued on the following page.)

VILLAGE OF FLOSSMOOR, ILLINOIS
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
For the Year Ended April 30, 2012

	Business-Type Activities					Governmental Activities
	Water and Sewer	Sanitary Sewer Rehabilitation	Storm Sewer	Nonmajor Enterprise Funds	Total	Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (669,337)	\$ 175,115	\$ 147,195	\$ (1,802)	\$ (348,829)	\$ -
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities						
Depreciation	379,826	149,268	-	15,284	544,378	-
Changes in Assets and Liabilities						
Accounts Receivable	(34,877)	(1,148)	(75,478)	-	(111,503)	-
Accounts Payable	5,953	(33,383)	22,440	(1,298)	(6,288)	-
Accrued Payroll	(197)	-	-	-	(197)	-
Deposits	6,795	-	-	-	6,795	-
Intergovernmental Payable	43,500	-	-	-	43,500	-
NET CASH FROM OPERATING ACTIVITIES	<u>\$ (268,337)</u>	<u>\$ 289,852</u>	<u>\$ 94,157</u>	<u>\$ 12,184</u>	<u>\$ 127,856</u>	<u>\$ -</u>
NONCASH TRANSACTIONS						
Contributions of Capital Assets	<u>\$ 14,603</u>	<u>\$ -</u>	<u>\$ 2,879,739</u>	<u>\$ -</u>	<u>\$ 2,894,342</u>	<u>\$ -</u>
TOTAL NONCASH TRANSACTIONS	<u>\$ 14,603</u>	<u>\$ -</u>	<u>\$ 2,879,739</u>	<u>\$ -</u>	<u>\$ 2,894,342</u>	<u>\$ -</u>

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

April 30, 2012

	Pension Trust Funds	Agency Funds
<hr/>		
ASSETS		
Cash and Short-Term Investments	\$ 2,624,024	\$ 161,169
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)		
Accrued Interest	36,877	-
Investments, at Fair Value		
Certificates of Deposit	337,939	-
U.S. Government and Agency Obligations	4,127,485	-
Municipal Bonds	145,056	-
Mutual Funds	4,848,222	-
Insurance Company Contracts	570,902	-
Due from General Fund	864	-
	<hr/>	
Total Assets	12,691,369	\$ 161,169
	<hr/>	
LIABILITIES		
Accounts Payable	5,161	\$ 900
Deposits Payable	-	59,495
Due to Others	-	100,774
	<hr/>	
Total Liabilities	5,161	\$ 161,169
	<hr/>	
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 12,686,208</u>	

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

PENSION TRUST FUNDS

For the Year Ended April 30, 2012

ADDITIONS

Contributions

Employer Contributions	\$ 593,867
Employee Contributions	<u>166,106</u>

Total Contributions	<u>759,973</u>
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Investment Income

Net Appreciation in Fair Value of Investments	176,343
Interest	<u>206,056</u>
Total Investment Income	382,399
Less Investment Expense	<u>(28,978)</u>

Net Investment Income	<u>353,421</u>
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Total Additions	<u>1,113,394</u>
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DEDUCTIONS

Retirement Benefits	964,520
Administrative Expenses	<u>38,072</u>

Total Deductions	<u>1,002,592</u>
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NET INCREASE	110,802
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NET ASSETS HELD IN TRUST
FOR PENSION BENEFITS

May 1	<u>12,575,406</u>
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April 30	<u><u>\$ 12,686,208</u></u>
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See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Flossmoor, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

A. The Village was incorporated on April 1, 1924. The Village operates under a board manager form of government and provides the following services as authorized by statute: public safety (police and fire), streets, water, sanitary sewer, stormwater sewer, commuter parking, public improvements, planning and zoning, financial and general administrative services and library services as provided by the Flossmoor Public Library.

B. Financial Reporting Entity

Generally accepted accounting principles require that the financial reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The Village is a municipal corporation governed by a Board of Trustees, which is elected by the public and has the exclusive responsibility and accountability for the decisions it makes. The Village has the statutory authority to adopt its own budget, to levy taxes and to issue bonded debt without the approval of another government. It has the right to sue and be sued and has the right to buy, sell, lease or mortgage property in its own name. Based on these criteria, the Village is considered a primary government with the Flossmoor Public Library as a component unit.

The Flossmoor Public Library (the Library) is governed by a board which is separately elected by the public; however, the Library is fiscally dependent on the Village because the Village levies its taxes and must approve its budget and debt issuances. No separate financial statements of the Library have been issued. The Library is reported as a discrete component unit since it is legally separate from the Village.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting

The Village uses funds to report on its financial position and the changes in financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain village functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds). The Village uses internal service funds to account for the liabilities related to compensated absences earned by employees. Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for its enterprise funds.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. The Village utilizes pension trust funds to account for the single-employer defined benefit police and fire pension plans. The Village utilizes agency funds to account for assets that the Village holds in a fiduciary capacity or on behalf of others as their agent.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements, except for interfund services provided and used. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund accounts for the resources devoted to finance the services traditionally associated with local government. Included in these services are general administration of the Village, financial management, police and fire protection, inspection services, streets, public works and building maintenance. Any other activity for which a special fund has not been created is accounted for in the general fund.

The Capital Equipment Fund accounts for the monies assigned for the funding of capital equipment replacements and major maintenance items.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Government-Wide and Fund Financial Statements (Continued)

The Village reports the following major proprietary funds:

The Water and Sewer Fund was established for control of operating revenues and expenses of the Village's water and sanitary sewer utilities. Although a program of the Village government, the utilities are operated as a separate enterprise and the accounting records are maintained on an enterprise fund basis. Accordingly, account classifications used are designed specifically for the water and sanitary sewer operations.

The Sanitary Sewer Rehabilitation Fund was established to account for sanitary sewer surcharge revenues and related program expenses. The fund is supported by the surcharge and, accordingly, is operated as an enterprise fund.

The Storm Sewer Fund was established to account for storm sewer surcharge revenues and related expenses. The fund is supported by the surcharge and, accordingly, is operated as an enterprise fund.

Additionally, the Village reports the following proprietary fund:

The Internal Service Fund accounts for the Village's employee benefits, including vacation and sick leave provided to other departments of the Village on a cost reimbursement basis. These are reported as part of the governmental activities on the government-wide financial statements as the fund provides these services to the Village's governmental funds/activities.

E. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except the agency funds which do not have a measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants, contributions and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, generally 60 days except for two revenues collected and remitted by the state, sales and telecommunications taxes, which use a 90-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Those revenues susceptible to accrual are property taxes, franchise taxes, utility taxes, licenses, interest revenue and charges for services. Sales tax and telecommunication tax owed to the state at year end on behalf of the Village are also recognized as revenue. Fines (excluding fines collected by the Cook County Court) and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

The Village reports deferred/unearned revenue on its financial statements. Deferred/unearned revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Deferred/unearned revenues also arise when resources are received by the Village before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures.

In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability is removed from the financial statements and revenue is recognized.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

For purposes of reporting cash flows, the Village considers all cash on hand, demand deposits and highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer is reported at a \$1 per share value, which equals the Village's fair value in the pool.

G. Investments

Investments with a maturity of one year or less and all nonnegotiable certificates of deposits are recorded at cost or amortized cost. All other investments and all investments of the pension trust funds are recorded at fair value. Fair value is based on published prices on major exchanges as of April 30.

H. Property Taxes

The Village annually establishes a legal right to revenue from property tax assessments upon enactment of a tax levy ordinance by its Village Board. Property taxes are recognized as a receivable at the time they are levied. Revenue from property taxes is recognized as the taxes are collected in the year intended to finance or when they become available to be used to pay liabilities of the current period, generally considered to be within 60 days after year end. Revenue from those taxes which are not considered available is deferred. An allowance, based on historical collection experience, is provided for the uncollectible taxes.

The property tax calendar for the 2011 tax levy is as follows:

Lien Date	January 1, 2011
Levy Date	December 6, 2011
Tax Bills Mailed (at least 30 days prior to collection deadline)	
First Installment Due	April 1, 2012
Second Installment Due	August 1, 2012

Property taxes are billed and collected by the County Treasurer of Cook County, Illinois.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Property Taxes (Continued)

The 2012 tax levy, which attached as an enforceable lien on property as of January 1, 2012, has not been recorded as a receivable as of April 30, 2012 as the tax has not yet been levied by the Village and will not be levied until December 2012 and, therefore, the levy is not measurable at April 30, 2012.

The Village and its component unit's 2011 tax rates per \$100 of assessed valuation (most current data available) together with the related maximum tax rates are as follows:

Type of Levy	Rate Per \$100 of Assessed Valuation	
	Rate	Legal Maximum
Village		
General	.4375	.4375
Police Protection	.5571	.6000
Fire Protection	.4211	.6000
Liability Insurance	.0428	None
Workers' Compensation Insurance	.0644	None
Illinois Municipal Retirement	.0977	None
Social Security	.0961	None
Police Pension	.1735	None
Firefighters' Pension	.0460	None
Auditing	.0120	None
Bond and Interest	.2708	None
TOTAL VILLAGE	<u>2.2190</u>	
FLOSSMOOR PUBLIC LIBRARY	<u>.5720</u>	

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets

Capital assets, which include property, buildings, equipment and infrastructure assets (e.g., roads, bridges, stormsewers), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$1,500 for computer and related equipment, \$25,000 for software, \$5,000 for noninfrastructure other than computers and \$50,000 for infrastructure and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Structures	25-40
Land Improvements	10-20
Machinery and Equipment	2-20
Infrastructure	40

J. Compensated Absences

Vacation leave is not accumulated and must be taken in the year following the year in which it was earned. Sick leave does not vest and is accumulated at the rate of 12 days per year, with a maximum of 130 days. The Village allows sick leave buy back for unused sick leave accrued (up to a maximum of six days) for the prior fiscal year. Accordingly, a liability for sick leave buy back has been accrued at year end.

K. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the financial statements. Short-term interfund loans, if any, are classified as interfund receivables/payables. Long-term interfund loans are classified as advances to/from other funds.

M. Fund Balances/Net Assets

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village’s Board of Trustees, which is considered the Village’s highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Village’s intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village’s Manager/Treasurer and Finance Director through the approved budget of the Village. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

The amounts reported as committed for the finance and facilities plan in the general fund represents funds committed by the Board of Trustees via the budget ordinance for specific projects. The Village has established a fund balance reserve policy for its general fund. The policy requires assigned fund balance to be maintained in the general fund equivalent to 30% of the audited expenditures and other financing uses in the fund, which is reported as assigned fund balance working cash in the general fund. Any fund balance in the general fund in excess of the 30% can be assigned for future purposes in the finance and facilities plan.

The Village’s flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Fund Balances/Net Assets (Continued)

In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

None of the restricted net assets or restricted fund balance results from enabling legislation adopted by the Village.

N. Comparative Data

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of changes in the Village's financial position, operations and cash flows. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

2. DEPOSITS AND INVESTMENTS

Deposits and investments are governed by the Village's investment policy and separate policies governing the Police and Firefighters' Pension Funds as well as Illinois Compiled Status (ILCS).

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is legality, safety (preservation of capital and protection of investment principal), liquidity and yield.

The Village's investment policy permits investments in commercial banks and savings and loan institutions (if a member of FDIC), and to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, credit union shares, repurchase agreements, short-term commercial paper rated within the highest classifications by at least two standard rating services, Illinois Funds, Illinois Metropolitan Investment Fund (IMET) and money market mutual funds permissible under state law. Derivatives are allowable only if they are guaranteed by the full faith and credit of the United States of America.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

The Police and Firefighters' Pension Funds may invest in the same and also invest in certain non-U.S. government obligations, mortgages, veteran's loans and life insurance company contracts, and in certain instances equity mutual funds and equity securities.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the state to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds' share price, the price for which the investment could be sold.

Illinois Metropolitan Investment Fund (IMET) is a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

A. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village, Firefighters' and Police Pension Funds investment policies requires pledging of collateral with a fair value of 105% (110% for Firefighters' Pension and Police Pension) of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name.

B. Investments

The following table presents the investments and maturities of the Village's debt securities and debt mutual funds as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
IMET	\$ 2,305,001	\$ -	\$ 2,305,001	\$ -	\$ -
Certificates of Deposit	1,987,800	1,987,800	-	-	-
U.S. Treasury Obligations	251,338	251,338	-	-	-
U.S. Agencies Obligations	499,846	499,846	-	-	-
TOTAL	\$ 5,043,985	\$ 2,738,984	\$ 2,305,001	\$ -	\$ -

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

B. Investments (Continued)

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Agency Obligations	\$ 3,773,925	\$ 1,071,570	\$ 873,795	\$ 579,094	\$ 1,249,466
IMET	1,072,675	-	1,072,675	-	-
Negotiable CDs	237,689	-	237,689	-	-
TOTAL	\$ 5,084,289	\$ 1,071,570	\$ 2,184,159	\$ 579,094	\$ 1,249,466

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Government and Agency Obligations	\$ 353,560	\$ 109	\$ 302,669	\$ 50,782	\$ -
Certificate of Deposit	100,250	-	100,250	-	-
Municipal Bonds	145,056	-	-	-	145,056
IMET	561,883	-	561,883	-	-
TOTAL	\$ 1,160,749	\$ 109	\$ 964,802	\$ 50,782	\$ 145,056

Investments in nondebt securities at April 30, 2012 were \$4,888,711 and \$570,902 for the Police Pension Fund and Firefighters' Pension Fund, respectively.

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a three-year period. The investment policy limits the maximum maturity lengths of investments to three years from date of purchase. The Firefighters' and Police Pension Funds investment policies do not limit the maximum maturities of investments, but instead requires laddering of the maturities of the investments and does not allow the sale of a debt security prior to maturity.

2. DEPOSITS AND INVESTMENTS (Continued)

B. Investments (Continued)

The Village and the Police and Firefighters' Pension Funds limits their exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government. However, the Village's and the Police and Firefighters' Pension Funds' investment policies do not specifically limit the Village and Police and Firefighters' Pension Funds to these types of investments. The Police Pension Fund investment policy does limit investments in insurance annuity contracts to AA rated insurance companies, and state or local government municipal bonds rated AA or better. The IMET, Illinois Funds, certificates of deposit and the U.S. agency obligations that had available ratings are rated AAA by a national rating agency.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village and the Police and Firefighters' Pension Funds investment policies require all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's or Police and Firefighters' Pension Fund's agent separate from where the investment was purchased. Illinois Funds, IMET, the mutual funds and the money market mutual funds are not subject to custodial credit risk.

Concentration of credit risk - At April 30, 2012, the Village had greater than 5% of its overall portfolio invested in IMET, Illinois Funds, and certificates of deposit. This is in accordance with the Village's investment policy, which limits investments as follows: no more than 90% in U.S. Treasury securities, 50% in U.S. agency securities (no more than 20% in a single agency), 75% in certificates of deposit (no more than 50% at one institution), 50% in IMET, 10% in commercial paper and 25% in money market mutual funds and a percentage limit in Illinois Funds that is based on Finance and Facilities Plan reserves as a percentage of total investments.

The Firefighters' Pension Fund investment policy contains general guidelines on the diversification of the investment portfolio. At April 30, 2012, the Firefighters' Pension Fund had investments in one insurance separate account and one insurance general account that were approximately 21% and 15%, respectively, of the total portfolio. The Police Pension Fund investment policy allows a maximum of 10% of the portfolio to be in cash or cash equivalents, 100% to be in fixed income securities and 35% in equity securities. ILCS limit the Police Pension Fund to no more than 45% of its portfolio in equity securities.

Derivatives - None of the investment policies specifically prohibit the use of or the investment in derivatives if the derivative falls into an allowable category.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2012 was as follows:

	Beginning Balances	Increases	Decreases*	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 1,179,223	\$ -	\$ -	\$ 1,179,223
Land Right of Way	9,280,334	-	-	9,280,334
Construction in Progress	881,802	14,603	781,122	115,283
Total Capital Assets not Being Depreciated	11,341,359	14,603	781,122	10,574,840
Capital Assets Being Depreciated				
Buildings	12,131,428	116,311	133,536	12,114,203
Equipment	4,383,222	634,133	608,381	4,408,974
Infrastructure	9,831,186	781,122	4,605,053	6,007,255
Total Capital Assets Being Depreciated	26,345,836	1,531,566	5,346,970	22,530,432
Less Accumulated Depreciation for				
Buildings	3,371,112	321,713	99,691	3,593,134
Equipment	3,085,426	311,420	601,651	2,795,195
Infrastructure	5,347,048	169,556	1,725,314	3,791,290
Total Accumulated Depreciation	11,803,586	802,689	2,426,656	10,179,619
Total Capital Assets Being Depreciated, Net	14,542,250	728,877	2,920,314	12,350,813
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 25,883,609	\$ 743,480	\$ 3,701,436	\$ 22,925,653

*The decreases in capital assets being depreciated and accumulated depreciation for governmental activities includes \$4,605,053 and \$1,725,314, respectively, transferred to business-type activities (Storm Sewer Fund).

	Beginning Balances	Increases*	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ 683,000	\$ -	\$ -	\$ 683,000
Construction in Progress	823,112	16,349	802,031	37,430
Total Capital Assets not Being Depreciated	1,506,112	16,349	802,031	720,430
Capital Assets Being Depreciated				
Land Improvements	856,031	33,826	-	889,857
Building and Structures	2,423,048	-	-	2,423,048
Machinery and Equipment	705,927	-	-	705,927
Water Transmission System	8,188,433	402,095	-	8,590,528
Sewer Collection System	9,589,668	5,004,988	-	14,594,656
Systems Maps	36,592	-	-	36,592
Total Capital Assets Being Depreciated	21,799,699	5,440,909	-	27,240,608

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. CAPITAL ASSETS (Continued)

	Beginning Balances	Increases*	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES (Continued)				
Less Accumulated Depreciation for				
Land Improvements	\$ 573,992	\$ 24,815	\$ -	\$ 598,807
Building and Structures	1,095,236	49,548	-	1,144,784
Machinery and Equipment	88,563	40,539	-	129,102
Water Transmission System	4,646,978	193,991	-	4,840,969
Sewer Collection System	3,430,367	1,960,798	-	5,391,165
Systems Maps	36,592	-	-	36,592
Total Accumulated Depreciation	9,871,728	2,269,691	-	12,141,419
Total Capital Assets Being Depreciated, Net	11,927,971	3,171,218	-	15,099,189
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 13,434,083	\$ 3,187,567	\$ 802,031	\$ 15,819,619

*The increases in capital assets being depreciated and accumulated depreciation for business-type activities includes \$4,605,053 and \$1,725,314, respectively, transferred from governmental activities.

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES		
General Government		\$ 105,781
Public Safety		169,251
Culture and Recreation		202,394
Highway and Streets		<u>325,263</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES		<u>\$ 802,689</u>

4. LONG-TERM DEBT

The following is a summary of debt transactions of the Village for the year ended April 30, 2012:

	Governmental Activities					Total Governmental Activities
	General Obligation Bonds	*Other Post Employment Benefit	Loss on Refunding	Premium	*Compensated Absences	
OUTSTANDING						
DEBT, MAY 1	\$ 5,670,000	\$ 84,058	\$ (269,984)	\$ 174,174	\$ 233,205	\$ 5,891,453
Increases	-	28,995	-	-	46,661	75,656
Decreases	430,000	-	(24,544)	15,834	34,981	456,271
OUTSTANDING						
DEBT, APRIL 30	\$ 5,240,000	\$ 113,053	\$ (245,440)	\$ 158,340	\$ 244,885	\$ 5,510,838

* Retired by the General Fund.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

	Business-Type Activities			Total Business- Type Activities
	IEPA Loan 1	IEPA Loan 2	IEPA Loan 3	
OUTSTANDING DEBT, MAY 1	\$ 1,059,105	\$ 721,277	\$ 1,939,306	\$ 3,719,688
Debt Issued	-	-	-	-
Debt Retired	105,781	59,672	127,964	293,417
OUTSTANDING DEBT, APRIL 30	\$ 953,324	\$ 661,605	\$ 1,811,342	\$ 3,426,271

The outstanding debt as of April 30, 2012 consists of the following individual amounts:

	Fund Debt Retired By	Balances April 30	Current Portion
\$5,735,000 General Obligation Refunding Bonds due in annual installments of \$65,000 to \$620,000 from December 1, 2010 to December 1, 2021, interest from 2.00% to 4.00%	Debt Service	\$ 5,240,000	\$ 445,000
A \$1,985,373 Illinois EPA low interest loan due in semiannual installments of principal and interest of \$66,446, with interest at 2.625%	Sanitary Sewer Rehabilitation	953,324	108,576
A \$1,190,343 Illinois EPA low interest loan due in semiannual installments of principal and interest of \$40,098, with interest at 2.905%	Sanitary Sewer Rehabilitation	661,605	61,419
A \$2,577,633 Illinois EPA low interest loan due in semiannual installments of principal and interest of \$87,826, with interest at 1.28%	Sanitary Sewer Rehabilitation	1,811,342	131,183
TOTAL OUTSTANDING DEBT		\$ 8,666,271	\$ 746,178

The annual debt service requirements to amortize the outstanding debt as of April 30, 2012 are as follows:

Year Ending April 30,	General Obligation Bonds			IEPA Loan Payable - Phase I		
	Principal	Interest	Total	Principal	Interest	Total
2013	\$ 445,000	\$ 184,950	\$ 629,950	\$ 108,576	\$ 24,317	\$ 132,893
2014	455,000	173,825	628,825	111,445	21,448	132,893
2015	470,000	160,175	630,175	114,390	18,503	132,893
2016	490,000	146,075	636,075	117,412	15,481	132,893
2017	510,000	131,375	641,375	120,514	12,379	132,893
2018	530,000	114,800	644,800	123,699	9,194	132,893
2019	550,000	93,600	643,600	126,967	5,926	132,893
2020	575,000	71,600	646,600	130,321	2,571	132,892
2021	595,000	48,600	643,600	-	-	-
2022	620,000	24,800	644,800	-	-	-
TOTAL	\$ 5,240,000	\$ 1,149,800	\$ 6,389,800	\$ 953,324	\$ 109,819	\$ 1,063,143

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (Continued)

Year Ending April 30,	IEPA Loan Payable - Phase II			IEPA Loan Payable - Phase III		
	Principal	Interest	Total	Principal	Interest	Total
2013	\$ 61,419	\$ 18,776	\$ 80,195	\$ 131,183	\$ 44,469	\$ 175,652
2014	63,216	16,979	80,195	134,483	41,169	175,652
2015	65,065	15,130	80,195	137,866	37,786	175,652
2016	66,969	13,226	80,195	141,334	34,318	175,652
2017	68,929	11,266	80,195	144,890	30,762	175,652
2018	70,946	9,249	80,195	148,535	27,117	175,652
2019	73,022	7,173	80,195	152,271	23,381	175,652
2020	75,159	5,036	80,195	156,102	19,550	175,652
2021	77,358	2,837	80,195	160,029	15,623	175,652
2022	39,522	580	40,102	164,054	11,598	175,652
2023	-	-	-	168,182	7,470	175,652
2024	-	-	-	172,413	3,240	175,653
TOTAL	\$ 661,605	\$ 100,252	\$ 761,857	\$ 1,811,342	\$ 296,483	\$ 2,107,825

5. RISK MANAGEMENT

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. The Village assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village had no liabilities to IRMA as of April 30, 2012.

The Village purchases third-party indemnity insurance for employee health, dental and vision. Losses have not exceeded coverage in the current year or the preceding two years.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. CONTINGENT LIABILITIES

A. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

B. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

7. INDIVIDUAL FUND DISCLOSURES

Individual fund interfund receivables/payables are as follows:

Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 272
Nonmajor Governmental	General	72,275
Fiduciary	General	864
Internal Service	General	<u>244,885</u>
TOTAL		<u>\$ 318,296</u>

The purposes of the significant due to/due from other funds are as follows:

- \$72,275 due from the General Fund to Nonmajor Governmental Funds represents drug forfeitures received directly by the General Fund bank accounts for the Drug Forfeiture Fund. The amount will be repaid within one year.
- \$244,885 due from the General Fund to the Compensated Absences Fund represents the total of accrued vacation and compensatory time at April 30, 2012.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

Individual fund advances are as follows:

Receivable Fund	Payable Fund	Amount
Water and Sewer	TIF Area #1	<u>\$ 26,800</u>

The purposes of the advances from/to other funds are as follows:

- \$26,800 advance to the Water and Sewer Fund from Nonmajor Governmental Funds. This balance relates to the construction of a water tower that was paid for by the Water and Sewer Fund; a portion of which was a TIF eligible expense. The original liability was \$213,200 with repayment on a straight-line basis over the life of the TIF. Final payment is expected in fiscal year 2014.

Individual fund transfers are as follows:

	Transfers In	Transfers Out
General	\$ 1,141	\$ 390,824
Capital Equipment	498,415	-
Nonmajor Governmental	3,235	1,141
Water and Sewer	-	110,826
TOTAL	<u>\$ 502,791</u>	<u>\$ 502,791</u>

Significant interfund transfers during the year ended April 30, 2012 consisted of the following:

- \$387,589 transferred from the General Fund to Major Governmental Funds represents the General Fund transfer to the Capital Equipment Fund as part of the Village's capital equipment replacement schedule. Capital equipment replacements are funded over a ten year period with annual transfers from the General and Water and Sewer Funds.
- \$498,415 transferred from other funds to Major Governmental Funds represents the transfer into the Capital Equipment Fund from the General and Water and Sewer Funds to fund the Village's ten year replacement schedule.

7. INDIVIDUAL FUND DISCLOSURES (Continued)

- \$110,826 transferred from Water and Sewer Fund to Major Governmental Funds represents the Water and Sewer Fund transfers into the Capital Equipment Fund to fund its share of the Village's ten year replacement schedule.

8. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

A. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2012, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2012, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contributions for 2012 and 2011 were 14.79% and 14.09%, respectively, of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. At April 30, 2012, the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not Yet Receiving Them	14
Current Employees	
Vested	11
Nonvested	7
	<hr/>
TOTAL	32
	<hr/>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. The Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2012, the Village's contribution was 31.64% of covered payroll.

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. At April 30, 2012, the Firefighters' Pension Plan membership consisted of:

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not Yet Receiving Them	3
Current Employees	
Vested	1
Nonvested	2
	<hr/>
TOTAL	<hr/> <hr/> 6

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a firefighter prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

A. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. The Village has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2012, the Village's contribution was 45.07% of covered payroll.

B. Significant Investments

Other than U.S. Government explicitly guaranteed obligations, investments in an insurance contract, Illinois Funds and IMET represent 5.00% or more of plan net assets for the Firefighters' Pension Plan. Other than U.S. Government explicitly guaranteed obligations, investments in Illinois Funds, IMET, one insurance contract and equity mutual funds represent 5.00% or more of plan net assets for the Police Pension Plan. Information for the IMRF is not available.

C. Annual Pension Costs

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial Valuation Date	December 31, 2008	April 30, 2010	April 30, 2010
Actuarial Cost Method	Entry-age Normal	Entry-age Normal	Entry-age Normal
Asset Valuation Method	5 Year Smoothed Market	Market	Market
Amortization Method	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization Period	30 Years, Open	29 Years, Closed	29 Years, Closed

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

C. Annual Pension Costs (Continued)

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Significant Actuarial Assumptions			
a) Rate of Return on Present and Future Assets	7.50% Compounded Annually	7.00% Compounded Annually	7.00% Compounded Annually
b) Projected Salary Increase - Attributable to Inflation	4.00% Compounded Annually	5.50% Compounded Annually	5.50% Compounded Annually
c) Additional Projected Salary Increases - Seniority/Merit	.40 to 10.0%	3.00%	3.00%

Employer annual pension costs (APC), actual contributions and the net pension obligation (asset) (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

	For Fiscal Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual Pension Cost (APC)	2010	\$ 308,467	\$ 347,204	\$ 61,260
	2011	351,548	468,921	70,695
	2012	365,430	456,889	93,225
Actual Contribution	2010	\$ 308,467	\$ 396,839	\$ 78,914
	2011	351,548	492,301	84,167
	2012	365,430	465,261	128,606
Percentage of APC Contributed	2010	100.00%	114.29%	128.81%
	2011	100.00%	105.0%	119.10%
	2012	100.00%	101.83%	137.95%
NPO (Asset)	2010	\$ -	\$ (141,952)	\$ (260,473)
	2011	-	(165,332)	(273,945)
	2012	-	(173,704)	(309,326)

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. EMPLOYEE RETIREMENT SYSTEMS (Continued)

C. Annual Pension Costs (Continued)

The NPO has been calculated as follows:

	Police Pension	Firefighters' Pension
Annual Required Contribution	\$ 461,654	\$ 101,120
Interest on Net Pension Obligation	(11,573)	(19,176)
Adjustment to Annual Required Contributions	6,808	11,281
Annual Pension Cost	456,889	93,225
Contributions Made	465,261	128,606
Increase (Decrease) in Net Pension Obligation	(8,372)	(35,381)
Net Pension Obligation (Asset), Beginning of Year	(165,332)	(273,945)
NET PENSION OBLIGATION (ASSET), END OF YEAR	<u>\$ (173,704)</u>	<u>\$ (309,326)</u>

D. Funded Status

The funded status of the plans as of April 30, 2012, based on actuarial valuations performed as of the same date for the police and firefighters' plans and as of December 31, 2011 for IMRF, is as follows. The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer annual pension costs of the plans as disclosed in Note 8C except the amortization period was changed to 30 years for the police and firefighters' plans:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial Accrued Liability (AAL)	\$ 6,730,145	\$ 16,159,443	\$ 3,446,999
Actuarial Value of Plan Assets	3,824,061	10,680,248	2,005,960
Unfunded Actuarial Accrued Liability (UAAL)	2,906,084	5,479,195	1,441,039
Funded Ratio (Actuarial Value of Plan Assets/AAL)	56.82%	66.09%	58.19%
Covered Payroll (Active Plan Members)	\$ 2,531,598	\$ 1,470,600	\$ 285,322
UAAL as a Percentage of Covered Payroll	114.79%	372.58%	505.06%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

9. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by ILCS and by the Village. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's General Fund and Governmental Activities.

Benefits Provided

The Village provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements.

All health care benefits are provided through the Village's third party indemnity health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in village sponsored health care plans may be continued at a separate premium upon eligibility for federally sponsored health care benefits.

Membership

At April 30, 2011, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	8
Terminated Employees Entitled to Benefits but not Yet Receiving Them	-
Active Vested Employees	25
Active Nonvested Employees	<u>25</u>
TOTAL	<u><u>58</u></u>
Participating Employers	<u><u>1</u></u>

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Funding Policy

The Village provides the contribution percentages between the Village and employees through the union contracts and personnel policy. All retirees contribute 100% of the premium to the plan to cover the cost of providing the benefits to the retirees via the plan (pay as you go) which results in an implicit subsidy to the Village as defined by GASB Statement No. 45. For the fiscal year ended April 30, 2012, the Village contributed \$50,221. The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the plan as of April 30, 2008 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2008. The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for April 30, 2012 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2010	\$ 45,463	\$ 21,703	47.7%	\$ 59,967
April 30, 2011	45,794	21,703	47.4%	84,058
April 30, 2012	79,217	50,221	63.4%	113,053

The net OPEB obligation (NOPEBO) as of April 30, 2012 was calculated as follows:

Annual Required Contribution	\$ 78,046
Interest on Net OPEB Obligation	3,783
Adjustment to Annual Required Contribution	<u>(2,612)</u>
Annual OPEB Cost	79,217
Contributions Made	<u>50,221</u>
Increase in Net OPEB Obligation	28,995
Net OPEB Obligation, Beginning of Year	<u>84,058</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 113,053</u>

9. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation (Continued)

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2012 was as follows:

Actuarial Accrued Liability (AAL)	\$ 789,285
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	789,285
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.0%
Covered Payroll (Active Plan Members)	\$ 3,605,981
UAAL as a Percentage of Covered Payroll	21.9%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2011 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a 4.50% investment rate of return (net of administrative expenses), 5.0% salary increase, an initial annual healthcare cost trend rate of 8.00% with an ultimate rate of 6.00%, which include a 3.00% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2011 was 30 years.

10. FLOSSMOOR PUBLIC LIBRARY

A. Summary of Significant Accounting Policies

The accounting policies of the Library conform to generally accepted accounting principles as applicable to governments. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

1) Fund Accounting

The accounts of the Library are organized on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report into one fund type and one broad fund category as follows:

Governmental funds are those through which most governmental functions of the Library are financed. The Library's expendable resources are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the Library's governmental funds:

General Fund - the General Fund is the general operating fund of the Library. It is used to account for all financial resources except those accounted for in another fund.

2) Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses recorded when a liability is incurred.

The modified accrual basis of accounting is followed by the governmental funds on the fund financial statements. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Library considers property taxes and other revenues as available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

A. Summary of Significant Accounting Policies (Continued)

3) Cash and Investments

Investments are stated at cost or amortized cost, which approximates fair value.

B. Deposits

Deposits and investments are governed by the Library's investment policy.

It is the policy of the Library to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Library and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are legality, safety (preservation of capital and protection of investment principal), liquidity, yield and simplicity of management.

The Library's investment policy permits investments in commercial banks and savings and loan institutions (if a member of FDIC), and to invest in obligations of the U.S. Treasury and U.S. agencies, Illinois Funds and money market mutual funds permissible under state law.

1) Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance with the collateral held by an agent of the Library in the Library's name.

2) Investments

The following table presents the investments and maturities of the Library's debt securities as of April 30, 2012:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-3	3-6	Greater than 6
IMET	\$ 802,317	\$ -	\$ 802,317	\$ -	\$ -
TOTAL	\$ 802,317	\$ -	\$ 802,317	\$ -	\$ -

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

B. Deposits (Continued)

2) Investments (Continued)

In accordance with its investment policy, the Library limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a two-month period. Investment maturities should not exceed three years.

The Library limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly guaranteed by the United States Government and Illinois Funds. Illinois Funds is rated AAA by a national rating agency.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Library will not be able to recover the value of its investments that are in possession of an outside party. The Library's investments are not exposed to custodial credit and the Library's investment policy is silent in regards to custodial credit risk. Illinois Funds is not subject to custodial credit risk.

Concentration of credit risk - At April 30, 2012, the Library had 44% of its overall portfolio invested in Illinois Funds and 54% of its overall portfolio invested in IMET. This is in accordance with the Library's investment policy, which does not require diversification of the portfolio.

Derivatives - The Library's investment policy does not specifically prohibit the use of or the investment in derivatives if the derivative falls into an allowable category.

C. Receivables

Property taxes for the 2011 levy year attach as an enforceable lien on January 1, 2011, on property values assessed as of the same date. Taxes are levied by December of the same year by passage of a Tax Levy Ordinance. Tax bills are prepared by the County and issued and are payable in two installments, on or about March 1, 2012 and August 1, 2012. The County collects such taxes and remits them periodically. The Library recognizes property tax revenues when they become both measurable and available in the fiscal year that the tax levy is intended to finance. The 2012 tax levy, which attached as an enforceable lien on property as of January 1, 2012, has not been recorded as a receivable as of April 30, 2012 as the tax has not yet been levied by the Library and will not be levied until December 2012 and, therefore, the levy is not measurable at April 30, 2012.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

D. Capital Assets

Capital asset activity for the year ended April 30, 2012 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital Assets not Being Depreciated				
Land	\$ -	\$ -	\$ -	\$ -
Total Capital Assets not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated				
Furniture and Equipment	345,705	-	-	345,705
Total Capital Assets Being Depreciated	345,705	-	-	345,705
Less Accumulated Depreciation for				
Furniture and Equipment	175,751	27,379	-	203,130
Total Accumulated Depreciation	175,751	27,379	-	203,130
Total Capital Assets Being Depreciated, Net	169,954	(27,379)	-	142,575
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 169,954	\$ (27,379)	\$ -	\$ 142,575

E. Other Postemployment Benefits

Plan Description

In addition to providing the pension benefits described, the Library provides postemployment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by ILCS and by the Library. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Library's General Fund and Governmental Activities.

Benefits Provided

The Library provides postemployment health care and life insurance benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Library's retirement plans or meet COBRA requirements.

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

E. Other Postemployment Benefits (Continued)

Benefits Provided (Continued)

All health care benefits are provided through the Library's third-party indemnity health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in Library sponsored health care plans is discontinued upon eligibility for federally sponsored health care benefits.

Membership

At April 30, 2011, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	-
Terminated Employees Entitled to Benefits but not Yet Receiving Them	-
Active Employees	<u>7</u>
TOTAL	<u><u>7</u></u>
Participating Employers	<u><u>1</u></u>

Funding Policy

The Library negotiates the contribution percentages between the Library and employees through the personnel policy. All retirees contribute 100% of the actuarially determined premium to the plan to cover the cost of providing the benefits to the retirees via the plan (pay as you go) which results in an implicit subsidy to the Library as defined by GASB Statement No. 45. For the fiscal year ended April 30, 2012, the Library made no contribution. The Library is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

VILLAGE OF FLOSSMOOR, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

E. Other Postemployment Benefits (Continued)

Annual OPEB Costs and Net OPEB Obligation

The Library first had an actuarial valuation performed for the plan as of April 30, 2008 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2008. The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for April 30, 2012 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2010	\$ 4,417	\$ -	N/A	\$ 9,058
April 30, 2011	3,650	-	N/A	12,708
April 30, 2012	5,890	-	N/A	18,598

The net OPEB obligation (NOPEBO) as of April 30, 2012 was calculated as follows:

Annual Required Contribution	\$ 5,742
Interest on Net OPEB Obligation	572
Adjustment to Annual Required Contribution	<u>(424)</u>
Annual OPEB Cost	5,890
Contributions Made	<u>-</u>
Increase in Net OPEB Obligation	5,890
Net OPEB Obligation, Beginning of Year	<u>12,708</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 18,598</u>

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2011 was as follows:

Actuarial Accrued Liability (AAL)	\$ 53,026
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	53,026
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.0%
Covered Payroll (Active Plan Members)	\$ 334,567
UAAL as a Percentage of Covered Payroll	15.8%

10. FLOSSMOOR PUBLIC LIBRARY (Continued)

E. Other Postemployment Benefits (Continued)

Annual OPEB Costs and Net OPEB Obligation (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2011 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a 4.50% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8.00%. Both rates include a 3.00% inflation assumption. The actuarial value of assets was not determined as the Library has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2011 was 30 years.

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Taxes	\$ 5,957,543	\$ 5,957,543	\$ 5,977,973	\$ 20,430	\$ 5,593,249
Licenses and Permits	337,280	337,280	377,742	40,462	377,938
Intergovernmental	1,108,780	1,108,780	986,856	(121,924)	1,202,159
Charges for Services	411,960	411,960	359,672	(52,288)	365,558
Fines and Forfeits	163,200	163,200	154,895	(8,305)	106,404
Interest	67,000	67,000	15,154	(51,846)	37,849
Other	309,586	309,586	336,942	27,356	317,536
Total Revenues	8,355,349	8,355,349	8,209,234	(146,115)	8,000,693
EXPENDITURES					
Current					
General Government	1,277,862	1,266,571	1,151,174	(115,397)	1,157,212
Public Safety	5,325,718	5,350,968	5,087,706	(263,262)	4,940,212
Public Works	1,858,554	1,588,736	958,797	(629,939)	1,503,444
Culture and Recreation	35,000	35,000	34,996	(4)	35,325
Total Expenditures	8,497,134	8,241,275	7,232,673	(1,008,602)	7,636,193
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(141,785)	114,074	976,561	862,487	364,500
OTHER FINANCING SOURCES (USES)					
Transfers In	1,000	1,000	1,141	141	1,081
Transfers (Out)	(387,589)	(390,824)	(390,824)	-	(369,308)
Total Other Financing Sources (Uses)	(386,589)	(389,824)	(389,683)	141	(368,227)
NET CHANGE IN FUND BALANCE	\$ (528,374)	\$ (275,750)	586,878	\$ 862,628	(3,727)
FUND BALANCE, MAY 1			5,829,495		5,833,222
FUND BALANCE, APRIL 30			\$ 6,416,373		\$ 5,829,495

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2012

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2006	\$ 4,297,139	\$ 5,614,475	76.54%	\$ 1,317,336	\$ 2,052,088	64.19%
2007	5,118,769	6,400,723	79.97%	1,281,954	2,208,949	58.03%
2008	3,855,820	6,404,992	60.20%	2,549,172	2,346,914	108.62%
2009	4,397,027	7,127,180	61.69%	2,730,153	2,433,326	112.20%
2010	3,942,657	7,120,272	55.37%	3,177,615	2,539,351	125.13%
2011	3,824,061	6,730,145	56.82%	2,906,084	2,531,598	114.79%

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

POLICE PENSION FUND

April 30, 2012

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2007	\$ 9,957,309	\$ 11,834,602	84.14%	\$ 1,877,293	\$ 1,150,722	163.14%
2008	10,080,893	13,318,266	75.69%	3,237,373	1,253,306	258.31%
2009	8,715,949	14,081,709	61.90%	5,365,760	1,301,810	412.18%
2010	9,748,335	14,623,782	66.66%	4,875,447	1,368,018	356.39%
2011	10,511,114	15,383,586	68.33%	4,872,472	1,403,942	347.06%
2012	10,680,248	16,159,443	66.09%	5,479,195	1,470,600	372.58%

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

FIREFIGHTERS' PENSION FUND

April 30, 2012

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2007	\$ 1,818,326	\$ 2,316,548	78.49%	\$ 498,222	\$ 261,641	190.42%
2008	1,926,428	2,683,133	71.80%	756,705	274,457	275.71%
2009	1,914,733	2,823,700	67.81%	908,967	284,113	319.93%
2010	1,997,070	3,013,114	66.28%	1,016,044	283,419	358.50%
2011	2,064,292	3,223,551	64.04%	1,159,259	193,965	597.66%
2012	2,005,960	3,446,999	58.19%	1,441,039	285,322	505.06%

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2012

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age Normal	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Active Members Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2008	\$ -	\$ 431,058	0.00%	\$ 431,058	\$ 3,244,109	13.29%
2009	-	430,057	0.00%	430,057	3,513,632	12.24%
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	-	789,285	0.00%	789,285	3,605,981	21.89%
2012	N/A	N/A	N/A	N/A	N/A	N/A

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2008. Information for prior years is not available.

N/A - Information not available as a complete actuarial valuation was not performed as of April 30, 2010 or 2012, as permitted by GASB Statement No. 45.

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

FLOSSMOOR PUBLIC LIBRARY

SCHEDULE OF FUNDING PROGRESS

OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2012

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age Normal	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Active Members Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2008	\$ -	\$ 34,097	0.00%	\$ 34,097	\$ 312,603	10.91%
2009	-	32,186	0.00%	32,186	307,955	10.45%
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	-	53,026	0.00%	53,026	334,567	15.85%
2012	N/A	N/A	N/A	N/A	N/A	N/A

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2008. Information for prior years is not available.

N/A - Information not available as a complete actuarial valuation was not performed as of April 30, 2010 or 2012, as permitted by GASB Statement No. 45.

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2012

<u>Fiscal Year Ended April 30,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>
2007	\$ 279,874	\$ 279,874	100%
2008	284,211	284,211	100%
2009	284,699	284,699	100%
2010	308,467	308,467	100%
2011	351,548	351,548	100%
2012	365,430	365,430	100%

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2012

<u>Fiscal Year Ended April 30,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation (Asset)</u>
2007	\$ 229,443	\$ 255,119	89.94%	\$ (70,912)
2008	264,410	244,058	108.34%	(92,946)
2009	262,837	265,528	98.99%	(92,317)
2010	396,839	349,099	113.68%	(141,952)
2011	492,301	471,579	104.39%	(165,332)
2012	465,261	461,654	100.78%	(173,704)

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS

FIREFIGHTERS' PENSION FUND

April 30, 2012

<u>Fiscal Year Ended April 30,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation (Asset)</u>
2007	\$ 56,229	\$ 61,966	90.74%	\$ (214,547)
2008	67,025	63,449	105.64%	(223,212)
2009	77,923	63,269	123.16%	(242,819)
2010	78,914	66,244	119.13%	(260,473)
2011	84,167	75,571	111.37%	(273,945)
2012	128,606	101,120	127.18%	(309,326)

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2012

Fiscal Year Ended April 30,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 23,100	\$ 39,502	58.48%
2009	21,703	41,280	52.58%
2010	21,703	44,959	48.27%
2011	21,703	44,959	48.27%
2012	50,221	78,046	64.35%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2008.
Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
FLOSSMOOR PUBLIC LIBRARY
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2012

Year Ended April 30,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 2,310	\$ 3,391	68.12%
2009	-	3,545	0.00%
2010	-	4,352	0.00%
2011	-	3,545	0.00%
2012	-	5,742	0.00%

The Library GASB Statement No. 45 for the fiscal year ended April 30, 2008. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2012

LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service and Capital Projects Funds on the modified accrual basis. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

- A. Prior to March 1, the Village Manager submits to the Village Board a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted to obtain taxpayer comments.
- C. Prior to May 1, the budget is legally enacted by Village Board action. This is the amount reported as original budget.
- D. The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be communicated to the Village Board.
- E. Budgets are adopted and formal budgetary integration is employed as a management control device during the year for general, special revenue, debt service and capital projects funds.
- F. All budgets for these funds are adopted on a basis consistent with generally accepted accounting principles.
- G. Budgetary authority lapses at year end.
- H. State law requires that “expenditures be made in conformity with appropriations/budget.” As under the budget act, transfers between line items, departments and funds may be made by administrative action. The fund budget reflects all amendment needs. The level of legal control is at the fund level.

Expenditures did not exceed final budget in the current year.

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

April 30, 2012

	Special Revenue			
	Motor Fuel Tax Fund	Emergency 911 Fund	Drug Forfeiture Fund	Foreign Fire Insurance Fund
ASSETS				
Cash and Cash Equivalents	\$ 275,944	\$ -	\$ 130	\$ 38,676
Receivables (Net, of Allowances for Uncollectibles)				
Property Taxes	-	-	-	-
Accounts	-	24,897	-	-
Court Fines	-	-	-	-
Due from Other Governments	18,373	-	-	-
Due from Other Funds	-	-	72,275	-
TOTAL ASSETS	\$ 294,317	\$ 24,897	\$ 72,405	\$ 38,676
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 7,920	\$ 24,897	\$ 72,194	\$ -
Due to Other Funds	-	-	-	-
Deferred Revenue	-	-	-	-
Advance from Other Funds	-	-	-	-
Total Liabilities	7,920	24,897	72,194	-
FUND BALANCES				
Nonspendable				
Working Cash	-	-	-	-
Restricted for				
Maintenance of Roadways	286,397	-	-	-
Public Safety	-	-	211	38,676
Culture and Recreation	-	-	-	-
Economic Development	-	-	-	-
Debt Service	-	-	-	-
Assigned for Art Maintenance	-	-	-	-
Total Fund Balances	286,397	-	211	38,676
TOTAL LIABILITIES AND FUND BALANCES	\$ 294,317	\$ 24,897	\$ 72,405	\$ 38,676

		Special Revenue		Debt Service		Permanent	
Public Art Program Fund	11-501 (j) Fund	TIF Area #1 Fund	FEMA Fire MDT Grant Fund	Debt Service Fund	Working Cash Fund	Total	
\$ 62,085	\$ 9,032	\$ 1,247,066	\$ 16,638	\$ 313,441	\$ 400,272	\$ 2,363,284	
-	-	-	-	351,656	-	351,656	
-	-	-	-	-	-	24,897	
-	100	-	-	-	-	100	
-	-	-	-	-	-	18,373	
-	-	-	-	-	-	72,275	
\$ 62,085	\$ 9,132	\$ 1,247,066	\$ 16,638	\$ 665,097	\$ 400,272	\$ 2,830,585	
\$ -	\$ 843	\$ 592	\$ -	\$ -	\$ -	\$ 106,446	
-	-	-	-	-	272	272	
-	-	-	-	351,656	-	351,656	
-	-	26,800	-	-	-	26,800	
-	843	27,392	-	351,656	272	485,174	
-	-	-	-	-	400,000	400,000	
-	-	-	-	-	-	286,397	
-	8,289	-	16,638	-	-	63,814	
21,554	-	-	-	-	-	21,554	
-	-	1,219,674	-	-	-	1,219,674	
-	-	-	-	313,441	-	313,441	
40,531	-	-	-	-	-	40,531	
62,085	8,289	1,219,674	16,638	313,441	400,000	2,345,411	
\$ 62,085	\$ 9,132	\$ 1,247,066	\$ 16,638	\$ 665,097	\$ 400,272	\$ 2,830,585	

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2012

	Special Revenue			
	Motor Fuel Tax Fund	Emergency 911 Fund	Drug Forfeiture Fund	Foreign Fire Insurance Fund
REVENUES				
Taxes	\$ -	\$ 118,647	\$ -	\$ 13,983
Intergovernmental	277,397	-	-	-
Fines and Forfeits	-	-	1,870	-
Investment Income	153	-	1	31
Other	-	-	-	-
Total Revenues	277,550	118,647	1,871	14,014
EXPENDITURES				
Current				
Public Safety	-	118,647	5,531	16,798
Highways and Streets	232,271	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Total Expenditures	232,271	118,647	5,531	16,798
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	45,279	-	(3,660)	(2,784)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers (Out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	45,279	-	(3,660)	(2,784)
FUND BALANCES, MAY 1	241,118	-	3,871	41,460
FUND BALANCES, APRIL 30	\$ 286,397	\$ -	\$ 211	\$ 38,676

		Special Revenue		Debt Service		Permanent	
Public							
Art							
Program	11-501 (j)	TIF Area	FEMA Fire	Debt	Working		
Fund	Fund	#1 Fund	MDT Grant	Service	Cash		Total
Fund	Fund	#1 Fund	Fund	Fund	Fund		
\$ -	\$ -	\$ 332,810	\$ -	\$ 633,543	\$ -	\$	1,098,983
-	-	-	425,750	-	-		703,147
-	579	-	-	-	-		2,449
37	-	2,832	-	-	1,141		4,195
3,679	-	-	-	-	-		3,679
3,716	579	335,642	425,750	633,543	1,141		1,812,453
-	73	-	3,060	-	-		144,109
-	-	-	-	-	-		232,271
1,511	-	-	-	-	-		1,511
-	-	34,660	409,287	-	-		443,947
-	-	-	-	430,000	-		430,000
-	-	-	-	193,900	-		193,900
1,511	73	34,660	412,347	623,900	-		1,445,738
2,205	506	300,982	13,403	9,643	1,141		366,715
-	-	-	3,235	-	-		3,235
-	-	-	-	-	(1,141)		(1,141)
-	-	-	3,235	-	(1,141)		2,094
2,205	506	300,982	16,638	9,643	-		368,809
59,880	7,783	918,692	-	303,798	400,000		1,976,602
\$ 62,085	\$ 8,289	\$ 1,219,674	\$ 16,638	\$ 313,441	\$ 400,000	\$	2,345,411

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

MOTOR FUEL TAX FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Intergovernmental					
State Allotments	\$ 250,000	\$ 250,000	\$ 277,397	\$ 27,397	\$ 280,150
Investment Income	500	500	153	(347)	265
Total Revenues	250,500	250,500	277,550	27,050	280,415
EXPENDITURES					
Current					
Highways and Streets					
Commodities					
Fuel	100	100	-	(100)	-
Concrete	1,000	1,000	600	(400)	-
Asphalt and Materials	1,600	1,600	3,190	1,590	2,033
Road Salt	50,700	50,700	30,090	(20,610)	32,017
Other Materials and Supplies	4,500	4,500	4,978	478	1,469
Catch Basin Rehabilitation	3,000	3,000	4,195	1,195	477
Contractual Services					
Engineering and Architectural Service	5,000	5,000	3,435	(1,565)	16,110
Electric Power and Light	16,800	16,800	19,909	3,109	20,368
Street Striping	4,500	4,500	4,313	(187)	3,280
Street Maintenance	150,000	150,000	161,561	11,561	145,104
Total Expenditures	237,200	237,200	232,271	(4,929)	220,858
NET CHANGE IN FUND BALANCE	\$ 13,300	\$ 13,300	45,279	\$ 31,979	59,557
FUND BALANCE, MAY 1			241,118		181,561
FUND BALANCE, APRIL 30			\$ 286,397		\$ 241,118

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

EMERGENCY 911 FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Taxes					
Surcharge	\$ 128,817	\$ 128,817	\$ 118,647	\$ (10,170)	\$ 123,192
Total Revenues	128,817	128,817	118,647	(10,170)	123,192
EXPENDITURES					
Current					
Public Safety					
Services	128,817	128,817	118,647	(10,170)	123,192
Total Expenditures	128,817	128,817	118,647	(10,170)	123,192
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
FUND BALANCE, MAY 1			-		-
FUND BALANCE, APRIL 30			<u>\$ -</u>		<u>\$ -</u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DRUG FORFEITURE FUND

For the Year Ended April 30, 2012

(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Fines and Forfeitures	\$ 887	\$ 887	\$ 1,870	\$ 983	\$ 1,594
Investment Income	25	25	1	(24)	17
Total Revenues	912	912	1,871	959	1,611
EXPENDITURES					
Current					
Public Safety					
Suburb Emergency	4,520	4,520	2,762	(1,758)	1,105
Miscellaneous	4,763	4,763	2,769	(1,994)	5,145
Total Expenditures	9,283	9,283	5,531	(3,752)	6,250
NET CHANGE IN FUND BALANCE	\$ (8,371)	\$ (8,371)	(3,660)	\$ 4,711	(4,639)
FUND BALANCE, MAY 1			3,871		8,510
FUND BALANCE, APRIL 30			\$ 211		\$ 3,871

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOREIGN FIRE INSURANCE FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012				2011 Actual
	Original Budget	Final Budget	Actual	Variance Over (Under)	
REVENUES					
Foreign Fire Insurance Tax	\$ 13,016	\$ 13,016	\$ 13,983	\$ 967	\$ 13,016
Investment Income	40	40	31	(9)	30
Total Revenues	13,056	13,056	14,014	958	13,046
EXPENDITURES					
Current					
Public Safety					
Capital Outlay					
Dormitory	-	-	2,885	2,885	-
Commodities					
Operating Supplies	5,000	5,000	10,200	5,200	-
Contractual Services					
Miscellaneous	-	-	-	-	5,084
Training and Conferences	15,000	15,000	3,713	(11,287)	1,085
Total Expenditures	20,000	20,000	16,798	(3,202)	6,169
NET CHANGE IN FUND BALANCE	\$ (6,944)	\$ (6,944)	(2,784)	\$ 4,160	6,877
FUND BALANCE, MAY 1			41,460		34,583
FUND BALANCE, APRIL 30			\$ 38,676		\$ 41,460

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PUBLIC ART PROGRAM FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Investment Income	\$ 100	\$ 100	\$ 37	\$ (63)	\$ 80
Other	4,000	4,000	3,679	(321)	3,884
Total Revenues	4,100	4,100	3,716	(384)	3,964
EXPENDITURES					
Current					
Culture and Recreation					
Commodities					
Program Commodities	500	500	-	(500)	118
Contractual Services	7,850	7,850	1,511	(6,339)	1,685
Training and Conferences	150	150	-	(150)	-
Program Maintenance	7,000	7,000	-	(7,000)	70
Total Expenditures	15,500	15,500	1,511	(13,989)	1,873
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(11,400)	(11,400)	2,205	13,605	2,091
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	40,522
NET CHANGE IN FUND BALANCE	\$ (11,400)	\$ (11,400)	2,205	\$ 13,605	42,613
FUND BALANCE, MAY 1			59,880		17,267
FUND BALANCE, APRIL 30			\$ 62,085		\$ 59,880

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

11-501 (j) FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Fines and Forfeits	\$ 1,800	\$ 1,800	\$ 579	\$ (1,221)	\$ 780
Total Revenues	1,800	1,800	579	(1,221)	780
EXPENDITURES					
Current					
Public Safety					
Miscellaneous	2,200	2,200	73	(2,127)	1,568
Total Expenditures	2,200	2,200	73	(2,127)	1,568
NET CHANGE IN FUND BALANCE	<u>\$ (400)</u>	<u>\$ (400)</u>	506	<u>\$ 906</u>	(788)
FUND BALANCE, MAY 1			<u>7,783</u>		<u>8,571</u>
FUND BALANCE, APRIL 30			<u>\$ 8,289</u>		<u>\$ 7,783</u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TIF AREA #1 FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Property Taxes	\$ 296,000	\$ 296,000	\$ 332,810	\$ 36,810	\$ 133,912
Investment Income	5,000	5,000	2,832	(2,168)	4,374
Total Revenues	301,000	301,000	335,642	34,642	138,286
EXPENDITURES					
Capital Outlay					
Contractual Services					
Other Miscellaneous Services	493,973	493,973	34,660	(459,313)	1,509,770
Total Expenditures	493,973	493,973	34,660	(459,313)	1,509,770
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(192,973)	(192,973)	300,982	493,955	(1,371,484)
OTHER FINANCING SOURCES (USES)					
Transfers In (Out)	(14,700)	(14,700)	-	14,700	-
NET CHANGE IN FUND BALANCE	<u>\$ (207,673)</u>	<u>\$ (207,673)</u>	300,982	<u>\$ 508,655</u>	(1,371,484)
FUND BALANCE, MAY 1			<u>918,692</u>		<u>2,290,176</u>
FUND BALANCE, APRIL 30			<u>\$ 1,219,674</u>		<u>\$ 918,692</u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FEMA FIRE MDT GRANT FUND

For the Year Ended April 30, 2012

	2012			Variance Over (Under)
	Original Budget	Final Budget	Actual	
REVENUES				
Intergovernmental	\$ -	\$ 426,470	\$ 425,750	\$ (720)
Total Revenues	-	426,470	425,750	(720)
EXPENDITURES				
Current				
Contractual Services				
Legal Services	-	-	3,060	3,060
Capital Outlay	-	429,705	409,287	(20,418)
Total Expenditures	-	429,705	412,347	(17,358)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(3,235)	13,403	16,638
OTHER FINANCING SOURCES (USES)				
Transfers In	-	3,235	3,235	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	16,638	\$ 16,638
FUND BALANCE, MAY 1			-	
FUND BALANCE, APRIL 30			\$ 16,638	

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DEBT SERVICE FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance	2011
	Original Budget	Final Budget	Actual	Over (Under)	Actual
REVENUES					
Property Taxes					
2002 Library Bond Issue	\$ 617,016	\$ 617,016	\$ 633,543	\$ 16,527	\$ 619,400
Total Revenues	617,016	617,016	633,543	16,527	619,400
EXPENDITURES					
Debt Service					
Principal	430,000	430,000	430,000	-	440,000
Interest and Fiscal Charges	193,900	193,900	193,900	-	202,287
Total Expenditures	623,900	623,900	623,900	-	642,287
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,884)	(6,884)	9,643	16,527	(22,887)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	6,533
NET CHANGE IN FUND BALANCE	\$ (6,884)	\$ (6,884)	9,643	\$ 16,527	(16,354)
FUND BALANCE, MAY 1			303,798		320,152
FUND BALANCE, APRIL 30			\$ 313,441		\$ 303,798

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF NET ASSETS

NONMAJOR ENTERPRISE FUNDS

April 30, 2012

	Municipal Control Parking	Grant Control Parking	Total
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 136,221	\$ 86,516	\$ 222,737
Receivables (Net of Allowances for Uncollectibles)			
Customer Accounts, Billed	2,975	-	2,975
Total Current Assets	139,196	86,516	225,712
NONCURRENT ASSETS			
Capital Assets			
Nondepreciable	181,000	489,000	670,000
Depreciable, Net of Accumulated Depreciation	84,073	90,339	174,412
Net Capital Assets	265,073	579,339	844,412
Total Assets	404,269	665,855	1,070,124
CURRENT LIABILITIES			
Accounts Payable	603	-	603
Accrued Payroll	579	-	579
Unearned Revenue	7,245	25,200	32,445
Total Current Liabilities	8,427	25,200	33,627
NET ASSETS			
Invested in Capital Assets	265,073	579,339	844,412
Unrestricted	130,769	61,316	192,085
TOTAL NET ASSETS	\$ 395,842	\$ 640,655	\$ 1,036,497

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS

NONMAJOR ENTERPRISE FUNDS

For the Year Ended April 30, 2012

	Municipal Control Parking	Grant Control Parking	Total
OPERATING REVENUES			
Charges for Services	\$ 49,749	\$ 123,922	\$ 173,671
Total Operating Revenues	49,749	123,922	173,671
OPERATING EXPENSES			
Personal Services	16,750	-	16,750
Maintenance	2,109	800	2,909
Contractual Services	6,527	1,353	7,880
Allocated Costs and Administrative Charge by the General Fund	-	132,650	132,650
Depreciation	4,871	10,413	15,284
Total Operating Expenses	30,257	145,216	175,473
OPERATING INCOME (LOSS)	19,492	(21,294)	(1,802)
NONOPERATING REVENUES (EXPENSES)			
Investment Income	71	52	123
Total Nonoperating Revenues (Expenses)	71	52	123
CHANGES IN NET ASSETS	19,563	(21,242)	(1,679)
NET ASSETS, MAY 1	376,279	661,897	1,038,176
NET ASSETS, APRIL 30	\$ 395,842	\$ 640,655	\$ 1,036,497

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 For the Year Ended April 30, 2012

	Municipal Control Parking	Grant Control Parking	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 49,749	\$ 123,922	\$ 173,671
Payments to Suppliers	(9,934)	(2,153)	(12,087)
Payments to Employees	(16,750)	-	(16,750)
Payments to Other Funds	-	(132,650)	(132,650)
Net Cash from Operating Activities	23,065	(10,881)	12,184
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
None	-	-	-
Net Cash from Noncapital Financing Activities	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of Capital Assets	(33,826)	-	(33,826)
Net Cash from Capital and Related Financing Activities	(33,826)	-	(33,826)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	71	52	123
Net Cash from Investing Activities	71	52	123
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(10,690)	(10,829)	(21,519)
CASH AND CASH EQUIVALENTS, MAY 1	146,911	97,345	244,256
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 136,221</u>	<u>\$ 86,516</u>	<u>\$ 222,737</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 19,492	\$ (21,294)	\$ (1,802)
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities			
Depreciation	4,871	10,413	15,284
Changes in Assets and Liabilities			
Accounts Payable	(1,298)	-	(1,298)
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 23,065</u>	<u>\$ (10,881)</u>	<u>\$ 12,184</u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS
COMBINING STATEMENT OF NET ASSETS
PENSION TRUST FUNDS

April 30, 2012

	Pension Trust		
	Police Pension	Firefighters' Pension	Total
ASSETS			
Cash and Cash Equivalents	\$ 1,789,015	\$ 835,009	\$ 2,624,024
Receivables (Net, Where Applicable, of Allowances for Uncollectibles)			
Accrued Interest	35,694	1,183	36,877
Investments			
Certificates of Deposit	237,689	100,250	337,939
U.S. Government and Agency Obligations	3,773,925	353,560	4,127,485
Municipal Bonds	-	145,056	145,056
Mutual Funds	4,848,222	-	4,848,222
Insurance Company Contracts	-	570,902	570,902
Due from General Fund	864	-	864
Total Assets	10,685,409	2,005,960	12,691,369
LIABILITIES			
Accounts payable	5,161	-	5,161
Total Liabilities	5,161	-	5,161
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 10,680,248	\$ 2,005,960	\$ 12,686,208

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

PENSION TRUST FUNDS

For the Year Ended April 30, 2012

	Pension Trust		
	Police Pension	Firefighters' Pension	Total
ADDITIONS			
Contributions			
Employer Contributions	\$ 465,261	\$ 128,606	\$ 593,867
Employee Contributions	141,448	24,658	166,106
Total Contributions	606,709	153,264	759,973
Investment Income			
Net Appreciation (Depreciation) in Fair Value of Investments	178,247	(1,904)	176,343
Interest	200,101	5,955	206,056
Total Investment Income	378,348	4,051	382,399
Less Investment Expense	(28,478)	(500)	(28,978)
Net Investment Income	349,870	3,551	353,421
Total Additions	956,579	156,815	1,113,394
DEDUCTIONS			
Retirement Benefits	759,567	204,953	964,520
Administrative Expenses	27,878	10,194	38,072
Total Deductions	787,445	215,147	1,002,592
NET INCREASE (DECREASE)	169,134	(58,332)	110,802
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
May 1	10,511,114	2,064,292	12,575,406
April 30	\$ 10,680,248	\$ 2,005,960	\$ 12,686,208

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUNDS

For the Year Ended April 30, 2012

	Balances			Balances	
	May 1, 2011	Additions	Deductions	April 30, 2012	
ALL FUNDS					
ASSETS					
Cash and Cash Equivalents	\$ 167,253	\$ 16,551	\$ 16,079	\$ 161,169	
TOTAL ASSETS	\$ 167,253	\$ 16,551	\$ 16,079	\$ 161,169	
LIABILITIES					
Accounts Payable	\$ 60	\$ 900	\$ 60	\$ 900	
Deposits Payable	66,891	8,623	16,019	59,495	
Due to Others	100,302	472	-	100,774	
TOTAL LIABILITIES	\$ 167,253	\$ 9,995	\$ 16,079	\$ 161,169	
DEPOSITS					
ASSETS					
Cash and Cash Equivalents	\$ 66,951	\$ 9,523	\$ 16,079	\$ 60,395	
TOTAL ASSETS	\$ 66,951	\$ 9,523	\$ 16,079	\$ 60,395	
LIABILITIES					
Accounts Payable	\$ 60	\$ 900	\$ 60	\$ 900	
Deposits Payable	66,891	8,623	16,019	59,495	
TOTAL LIABILITIES	\$ 66,951	\$ 9,523	\$ 16,079	\$ 60,395	

(This statement is continued on the following page.)

VILLAGE OF FLOSSMOOR, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)

AGENCY FUNDS

For the Year Ended April 30, 2012

	Balances, May 1, 2011	Additions	Deductions	Balances, April 30, 2012
SPECIAL ASSESSMENTS				
ASSETS				
Cash and Cash Equivalents	\$ 100,302	\$ 472	\$ -	\$ 100,774
TOTAL ASSETS	\$ 100,302	\$ 472	\$ -	\$ 100,774
LIABILITIES				
Due to Others	\$ 100,302	\$ 472	\$ -	\$ 100,774
TOTAL LIABILITIES	\$ 100,302	\$ 472	\$ -	\$ 100,774

See accompanying notes to financial statements.

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF GENERAL LONG-TERM DEBT

LONG-TERM DEBT PAYABLE BY GOVERNMENTAL FUNDS

April 30, 2012

AMOUNT AVAILABLE AND TO BE
PROVIDED FOR THE RETIREMENT OF
GENERAL LONG-TERM DEBT

Amount Available for Retirement of General Long-Term Debt	\$ 313,441
Amount to be Provided for Retirement of General Long-Term Debt	<u>5,284,497</u>
	<u>\$ 5,597,938</u>

GENERAL LONG-TERM DEBT PAYABLE

2009 General Obligation Refunding Bonds	\$ 5,240,000
Compensated Absences	244,885
Other Postemployment Benefit Obligation	<u>113,053</u>
	<u>\$ 5,597,938</u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
TAXES			
Property			
Corporate	\$ 1,153,519	\$ 1,153,519	\$ 1,188,776
Police	1,219,435	1,219,435	1,255,408
Fire	922,815	922,815	950,559
Workers' Compensation Insurance	291,958	291,958	271,143
Audit	28,379	28,379	28,031
Social Security	229,451	229,451	226,411
IMRF	232,786	232,786	229,992
Police Pension	461,454	461,454	461,171
Fire Pension	112,746	112,746	128,606
Road and Bridge	75,000	75,000	84,280
Sales	197,000	197,000	249,660
Utility	567,000	567,000	492,051
Telecommunications	466,000	466,000	411,885
Total Taxes	5,957,543	5,957,543	5,977,973
LICENSES AND PERMITS			
Vehicle	247,000	247,000	272,177
Animal	22,000	22,000	20,298
Liquor and Restaurant	12,100	12,100	10,750
Scavenger License	920	920	1,000
Yard Waste Stickers	290	290	256
Raffles	50	50	304
Alarm Permits	1,610	1,610	2,025
Fence Permit Fee	1,690	1,690	2,240
Occupancy Permits	1,370	1,370	1,750
Building Permits	35,000	35,000	42,416
Electrical Permits	12,500	12,500	14,279
Plumbing Permits	2,750	2,750	10,247
Total Licenses and Permits	337,280	337,280	377,742
INTERGOVERNMENTAL			
Personal Property Replacement Tax	34,000	34,000	40,906
State Income Tax	745,000	745,000	739,859
Local Use Tax	114,000	114,000	138,914
Grants	212,500	212,500	63,741
Library Reimbursement	3,280	3,280	3,436
Total Intergovernmental	1,108,780	1,108,780	986,856

(This schedule is continued on the following page.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
CHARGES FOR SERVICES			
Flossmoor Fest Fees	\$ 3,000	\$ 3,000	\$ 3,193
Emergency Medical Services	240,000	240,000	199,447
Zoning and Subdivision Fees	3,100	3,100	4,800
Architectural Advisory Committee Fees	780	780	310
Sale of Copies and Publications	1,490	1,490	1,169
Elevator Inspections	2,090	2,090	1,713
Public Works Inspection Fees	8,660	8,660	10,460
Storm Sewer Tap Fees	250	250	-
Health Inspections	2,920	2,920	3,780
Municipal Building Rentals	3,690	3,690	3,655
Share the Cost Programs	3,420	3,420	13,022
Accident Response Fees	5,000	5,000	-
Weed Cutting Charges	4,030	4,030	5,872
Animal Shelter Fees	860	860	535
Charges for Excess Alarm Calls	6,540	6,540	6,225
Farmers Market	1,480	1,480	1,300
In Lieu of Detention Fees	-	-	-
Special Police Services	7,940	7,940	9,928
Special Fire Services	105,000	105,000	94,263
Public Works Engineering Fees	11,710	11,710	-
Total Charges for Services	411,960	411,960	359,672
FINES AND FORFEITS, COURT FINES	163,200	163,200	154,895
INVESTMENT INCOME	67,000	67,000	15,154
OTHER			
NSF Fees	200	200	152
Cable Franchise	142,000	142,000	167,383
Gasoline Tax	2,750	2,750	2,149
Equalization Fees	170	170	-
Miscellaneous	5,600	5,600	6,782
Tower Lease Rental	149,036	149,036	149,129
Contributions from Private Sources	9,830	9,830	11,347
Total Other	309,586	309,586	336,942
TOTAL GENERAL FUND REVENUES	\$ 8,355,349	\$ 8,355,349	\$ 8,209,234

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Legislative			
Personal Services			
Mayor and Village Trustees	\$ 38,400	\$ 38,400	\$ 38,400
Unemployment Contribution	449	449	554
Village FICA Contribution	2,238	2,238	2,381
Village Medicare Contribution	742	742	557
Total Personal Services	41,829	41,829	41,892
Commodities			
Office Supplies	1,200	1,200	1,072
Books and Maps	100	100	72
Postal Charges	800	800	369
Miscellaneous Mailings	700	700	3,982
Other Operating Supplies	200	200	-
Office Equipment	200	200	75
Total Commodities	3,200	3,200	5,570
Contractual Services			
Other Professional Services	5,000	5,000	-
Board Contingency Fund	10,000	10,000	2,438
Printing	2,000	2,000	1,396
Telephone	200	200	-
Municipal Code Update	1,000	1,000	-
Community Relations Commission	7,400	7,400	10,549
Community Service Activities	4,225	4,225	2,846
Marketing Programs	7,000	7,000	2,365
Total Contractual Services	36,825	36,825	19,594
Training and Conferences			
Membership Dues and Subscriptions	10,099	10,099	7,974
Personnel Training and Conferences	1,000	1,000	563
Total Training and Conferences	11,099	11,099	8,537
Capital Outlay			
Resident Survey	10,000	10,000	-
Total Capital Outlay	10,000	10,000	-
Allocation to Water and Sewer Fund			
Transfer from Water and Sewer - FICA/Medicare/IMRF	(1,110)	(1,110)	(1,110)
Transfer from Water and Sewer - Administration	(19,282)	(19,282)	(19,282)
Total Allocation to Water and Sewer Fund	(20,392)	(20,392)	(20,392)
Allocation to Storm Sewer Fund	-	(1,928)	(1,446)
Total Legislative	82,561	80,633	53,755

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Executive			
Personal Services			
Village Manager	\$ 140,997	\$ 140,997	\$ 147,376
Assistant Village Manager	16,901	16,901	16,831
Department Secretary	59,576	59,576	58,958
Assistant Village Manager	68,738	68,738	72,198
Temporary Assistant	-	-	1,249
Sick Leave Buy Back	3,623	3,623	(1,534)
Overtime	363	363	-
Health and Life Insurance	57,682	57,682	40,215
Employee Assistance Program	341	341	303
Unemployment Contributions	2,694	2,694	3,323
Village FICA Contributions	17,902	17,902	15,389
Village Medicare Contributions	4,453	4,453	4,069
Village IMRF Contributions	42,623	42,623	40,180
Total Personal Services	415,893	415,893	398,557
Commodities			
Office Supplies	1,600	1,600	1,479
Books and Maps	100	100	-
Postal Charges	500	500	221
Other Operating Supplies	300	300	-
Office Equipment	300	300	219
Computer Equipment	1,500	1,500	2,104
Petroleum Products	1,000	1,000	1,227
Total Commodities	5,300	5,300	5,250
Contractual Services			
Other Professional Services	2,000	2,000	-
Safety Committee	750	750	1,259
Other Miscellaneous Services	745	745	857
Printing	250	250	98
Pre-employment Physicals	250	250	225
Telephone	1,200	1,200	1,839
Website and Internet Service	2,000	2,000	1,918
IRMA - Workers' Compensation Premium	2,364	2,743	2,708
IRMA - General Liability Premium	2,234	2,486	1,805
Total Contractual Services	11,793	12,424	10,709
Training and Conferences			
Membership Dues and Subscriptions	2,721	2,721	3,223
Personnel Training and Conferences	4,500	4,500	1,715
Total Training and Conferences	7,221	7,221	4,938

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Executive (Continued)			
Maintenance			
Office Equipment	\$ 200	\$ 200	\$ -
Vehicle Maintenance and Supplies	250	250	2,140
Phone System Maintenance	4,680	4,680	4,903
Computer Software Maintenance	300	300	318
Computer Hardware Maintenance	7,300	7,300	3,803
Total Maintenance	12,730	12,730	11,164
Capital Outlay			
Flossmoor Municipal Code Project	8,000	8,000	-
Total Capital Outlay	8,000	8,000	-
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(11,100)	(11,100)	(11,100)
Allocation to Water and Sewer Fund - Administration	(38,630)	(38,630)	(38,630)
Total Allocation to Water and Sewer Fund	(49,730)	(49,730)	(49,730)
Allocation to Grant Parking	(3,980)	(3,980)	(3,980)
Allocation to Storm Sewer	-	(1,962)	(1,473)
Total Executive	407,227	405,896	375,435
Finance Department			
Personal Services			
Finance Director	112,674	112,674	113,091
Accountant	72,778	72,778	74,643
Part-Time Clerk	100,318	100,318	102,891
Receptionist/Cashier	46,254	46,254	46,578
Part-Time Accountant	6,528	6,528	7,604
Village Clerk	4,800	4,800	4,800
Sick Leave Buy Back	5,502	5,502	4,298
Overtime	3,774	3,774	202
Health and Life Insurance	98,462	98,462	85,159
Employee Assistance Program	568	568	505
Unemployment Compensation	2,694	2,694	3,398
Village FICA Contributions	24,615	24,615	20,881
Village Medicare Contributions	5,195	5,195	4,963
Village IMRF Contributions	49,180	49,180	46,060
Total Personal Services	533,342	533,342	515,073
Commodities			
Office Supplies	2,260	2,260	2,616
Books and Maps	400	400	185
Postal Charges	4,700	4,700	5,032
Other Operating Supplies	50	50	-
Office Equipment	800	800	516

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Finance Department (Continued)			
Commodities (Continued)			
Computer Equipment and Supplies	\$ 3,200	\$ 3,200	\$ 3,476
License and Permit Supplies	4,080	4,080	3,168
Miscellaneous	1,000	1,000	409
Total Commodities	16,490	16,490	15,402
Contractual Services			
Accounting and Auditing Services	31,279	31,279	27,347
Other Miscellaneous Services	2,100	2,100	1,725
Printing	1,360	1,360	1,451
Pre-employment Physicals	250	250	-
Telephone and Telegraph	10,600	10,600	6,763
Advertising	2,010	2,010	597
Workers' Compensation Insurance	2,364	2,743	2,708
Casualty and Liability Insurance	1,576	1,828	1,805
IRMA - Insurance Deductible	400	400	-
Supplemental Insurance	850	850	527
Bank Service Charges	4,860	4,860	7,397
Collection Services	500	500	608
Total Contractual Services	58,149	58,780	50,928
Training and Conferences			
Membership Dues and Subscriptions	1,865	1,865	1,670
Tuition and Fees	-	-	-
Personnel Training and Conferences	4,450	4,450	3,066
Total Training and Conferences	6,315	6,315	4,736
Maintenance			
Office Equipment and Maintenance	8,600	8,600	8,760
Computer Hardware and Software Maintenance	29,820	29,820	23,729
Total Maintenance	38,420	38,420	32,489
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(14,430)	(14,430)	(14,430)
Allocation to Water and Sewer Fund - Administration	(131,682)	(131,682)	(131,682)
Total Allocation to Water and Sewer Fund	(146,112)	(146,112)	(146,112)
Allocation to Grant Parking	(33,163)	(33,163)	(33,163)
Allocation to Storm Sewer	-	(12,726)	(9,546)
Total Finance Department	473,441	461,346	429,807

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Legal Services			
Contractual Services			
Retainer for Village Attorney	\$ 107,625	\$ 107,625	\$ 107,625
Unplanned Litigation	35,000	35,000	26,662
Other Legal Services	15,000	15,000	14,355
Local Adjudication	17,800	17,800	10,373
Total Contractual Services	175,425	175,425	159,015
Allocation to Water and Sewer Fund - Administration	(15,955)	(15,955)	(15,955)
Allocation to Storm Sewer	-	(798)	(600)
Total Legal Services	159,470	158,672	142,460
Planning and Zoning			
Personal Services			
Assistant Village Manager	95,773	95,773	95,376
Building and Zoning Coordinator	26,848	26,848	26,829
Sick Leave Buy Back	1,324	1,324	-
Health and Life Insurance	8,381	8,381	6,821
Employee Assistance Program	114	114	101
Unemployment Contributions	898	898	1,108
Village FICA Contributions	8,951	8,951	7,214
Village Medicare Contributions	2,227	2,227	1,730
Village IMRF Contributions	19,672	19,672	17,064
Total Personal Services	164,188	164,188	156,243
Commodities			
Office Supplies	540	540	522
Books and Maps	100	100	45
Postal Charges	500	500	345
Office Equipment	200	200	51
Computer Equipment	200	200	39
Total Commodities	1,540	1,540	1,002
Contractual Services			
Printing	100	100	98
Advertising	600	600	413
IRMA - Workers' D312 Compensation Premium	2,364	2,743	2,708
IRMA - General Liability Premium	1,576	1,828	1,805
Village Base Map	-	5,000	4,340
Total Contractual Services	4,640	10,271	9,364
Training and Conferences			
Membership Dues and Subscriptions	650	650	673
Personnel Training and Conferences	3,700	3,700	2,567
Total Training and Conferences	4,350	4,350	3,240

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Planning and Zoning (Continued)			
Maintenance			
Computer Software Maintenance	\$ 32	\$ 32	\$ 19
Computer Hardware Maintenance	523	523	538
Total Maintenance	555	555	557
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(5,550)	(5,550)	(5,550)
Allocation to Water and Sewer Fund - Administration	(14,560)	(14,560)	(14,560)
Total Allocation to Water and Sewer Fund	(20,110)	(20,110)	(20,110)
Allocation to Storm Sewer	-	(770)	(579)
Total Planning and Zoning	155,163	160,024	149,717
Total General Government	1,277,862	1,266,571	1,151,174
PUBLIC SAFETY			
Police Department			
Personal Services			
Police Chief	116,988	116,988	120,114
Deputy Police Chief	103,065	103,065	104,582
Sergeants	386,650	386,650	380,298
Patrolman	892,740	892,740	857,430
Ordinance Enforcement Officer	55,770	55,770	56,096
Ordinance Enforcement Officer - Part-Time	22,110	22,110	21,130
Mechanic	37,083	37,083	37,706
Crossing Guards	23,400	23,400	22,674
Range Officer	545	545	1,170
Animal Warden	3,644	3,644	303
Field Training Officer	2,754	2,754	-
Shift Leader Pay	15,495	15,495	13,496
Detective Pay	5,000	5,000	2,988
Court Pay	14,700	14,700	18,583
Extra Duty Pay	7,345	7,345	-
Sick Leave Buy Back	11,310	11,310	14,290
Overtime Pay	81,731	81,731	63,478
Miscellaneous Part-Time Employees	9,360	9,360	5,783
Health and Life Insurance	313,131	313,131	245,238
Employee Assistance Program	2,101	2,101	1,947
Unemployment Contributions	15,715	15,715	19,459
Village FICA Contributions	11,189	11,189	8,916
Village Medicare Contributions	25,236	25,236	22,434
Village IMRF Contributions	16,393	16,393	16,134
Village Police Pension Contributions	461,454	461,454	465,261
Village PEHP Contributions	28,455	28,455	26,243
Total Personal Services	2,663,364	2,663,364	2,525,753

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police Department (Continued)			
Commodities			
Office Supplies	\$ 3,125	\$ 3,125	\$ 2,889
Books and Maps	850	850	1,664
Postal Charges	2,480	2,480	2,851
Other Operating Supplies	4,550	4,550	173
Computer Equipment and Supplies	600	600	996
Petroleum Products	44,798	44,798	52,887
Special Police Commodities	9,179	9,179	7,944
Clothing	16,000	16,000	16,318
Photographic Supplies	600	600	341
Vehicle Sticker Compliance Program	10,250	10,250	9,987
Small Tools and Equipment	8,689	8,689	6,027
Bicycle Patrol Program	4,000	4,000	812
Total Commodities	105,121	105,121	102,889
Contractual Services			
Other Professional Services	10,500	10,500	3,736
Printing	3,200	3,200	4,048
Pre-employment Physicals	3,000	3,000	52
Advertising	1,500	1,500	-
IRMA - Workers' Compensation Premium	85,095	98,727	97,484
IRMA - General Liability Premium	51,212	59,421	58,672
IRMA - Insurance Deductible	17,500	17,500	3,470
Lexipol Update and Day Bulletin	4,450	4,450	4,450
Animal Control Services	1,500	1,500	630
South Suburban Major Crimes Task Force	1,000	1,000	-
South Suburban Emergency Response Team	1,100	1,100	1,000
Ticket collection services	-	-	99
Total Contractual Services	180,057	201,898	173,641
Training and Conferences			
Membership Dues and Subscriptions	1,900	1,900	1,557
Personnel Training and Conferences	22,350	22,350	12,372
Auto Expense Reimbursement	250	250	48
Total Training and Conferences	24,500	24,500	13,977
Maintenance			
Office Equipment Maintenance	8,200	8,200	3,817
Vehicle Maintenance and Supplies	9,600	9,600	11,989
Computer Software Maintenance	550	550	1,008
Computer Network Maintenance	10,408	10,408	14,261
Copier Maintenance	1,750	1,750	1,201
Range Maintenance	6,130	6,130	2,829
Total Maintenance	36,638	36,638	35,105

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police Department (Continued)			
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	\$ (9,990)	\$ (9,990)	\$ (9,990)
Allocation to Water and Sewer Fund - Administration	(7,271)	(7,271)	(7,271)
Total Allocation to Water and Sewer Fund	(17,261)	(17,261)	(17,261)
Allocation to Grant Parking	(66,324)	(66,324)	(66,324)
Allocation to Storm Sewer	-	(727)	(546)
Total Police Department	2,926,095	2,947,209	2,767,234
Fire Department			
Personal Services			
Department Secretary	49,725	49,725	50,004
Mechanic	3,710	3,710	3,771
Fire Chief	80,099	80,099	79,808
Assistant Fire Chief	51,379	51,379	47,000
Fire Training Officer	73,038	73,038	30,672
Fire and Paramedic Volunteer Calls	94,000	94,000	98,650
Paramedic Incentive	61,000	61,000	52,033
Duty Shift Program	389,279	389,279	364,614
Officer Differential	21,589	21,589	19,590
Photography Coordinator	2,908	2,908	2,908
Safety Officer	2,908	2,908	2,908
Sick Leave Buy Back	5,627	5,627	3,191
Overtime Pay	518	518	284
Part-Time Help	15,000	15,000	15,624
Health and Life Insurance	57,823	57,823	41,095
Employee Assistance Program	454	454	364
Unemployment Contributions	9,429	9,429	11,254
Village FICA Contributions	51,467	51,467	45,461
Village Medicare Contributions	11,875	11,875	10,987
Village IMRF Contributions	9,836	9,836	7,544
Village Fire Pension Contributions	112,746	112,746	128,606
Total Personal Services	1,104,410	1,104,410	1,016,368
Commodities			
Office Supplies	2,750	2,750	3,077
Books and Maps	1,000	1,000	55
Postal Charges	700	700	698
Other Operating Supplies	2,875	2,875	2,188
Computer Equipment and Supplies	1,000	1,000	1,762
Petroleum Products	20,000	20,000	24,793
Clothing	16,000	16,000	16,016
Photographic Supplies	500	500	194
Small Tools and Equipment	4,000	4,000	3,992
Cleaning Supplies	3,300	3,300	2,377
Hose and Pager Supplies	10,100	10,100	8,598

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Fire Department (Continued)			
Commodities (Continued)			
Communications Equipment	\$ 5,000	\$ 5,000	\$ 5,941
EMS Equipment and Supplies	3,000	3,000	4,108
Total Commodities	70,225	70,225	73,799
Contractual Services			
Other Professional Services	4,000	4,000	7,625
Other Miscellaneous Services	3,000	3,000	2,379
Printing	1,100	1,100	1,138
Pre-employment Physicals	6,800	6,800	4,675
Telephone	1,800	1,800	2,655
IRMA - Workers' Compensation Premium	2,364	2,743	2,708
IRMA - General Liability Premium	3,940	4,571	4,513
IRMA - Insurance Deductible	2,500	2,500	10,794
Hazardous Materials	4,100	4,100	3,625
Firefighters and Paramedics Contract	432,653	432,653	427,293
Ambulance Collection Services	18,000	18,000	17,830
Total Contractual Services	480,257	481,267	485,235
Training and Conferences			
Membership Dues and Subscriptions	2,750	2,750	2,549
Personnel Training and Conferences	6,800	6,800	5,740
Physical Fitness and Inoculation	23,600	23,600	13,022
Tuition and Fees	31,690	31,690	31,025
Training Materials and Other Equipment	10,500	10,500	9,384
Total Training and Conferences	75,340	75,340	61,720
Maintenance			
Office Equipment Maintenance	1,000	1,000	696
Maintenance and Supplies	12,000	12,000	12,357
Computer Software Maintenance	2,800	2,800	2,768
Computer Hardware Maintenance	9,500	9,500	13,646
Equipment Maintenance and Supplies	25,000	25,000	33,221
EMS Equipment Maintenance	1,000	1,000	1,137
Total Maintenance	51,300	51,300	63,825
Capital Outlay			
Air Pack Seat Replacements	7,400	14,800	7,162
Total Capital Outlay	7,400	14,800	7,162

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Fire Department (Continued)			
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	\$ (13,320)	\$ (13,320)	\$ (13,320)
Allocation to Water and Sewer Fund - Administration	(42,009)	(42,009)	(42,009)
Total Allocation to Water and Sewer Fund	(55,329)	(55,329)	(55,329)
Allocation to Storm Sewer	-	(2,748)	(2,061)
Total Fire Department	1,733,603	1,739,265	1,650,719
Public Safety Reception and Records			
Personal Services			
Communications Operators	153,827	153,827	154,387
Civilian Administrative Assistant	57,048	57,048	59,394
Sick Leave Buy Back	2,161	2,161	3,803
Overtime Pay	7,586	7,586	5,553
Part-Time Help	75,097	75,097	74,745
Health and Life Insurance	33,172	33,172	46,305
Employee Assistance Program	454	454	404
Unemployment Contributions	2,245	2,245	2,844
Village FICA Contributions	20,139	20,139	17,619
Village Medicare Contributions	4,453	4,453	4,121
Village IMRF Contributions	32,787	32,787	29,942
Total Personal Services	388,969	388,969	399,117
Commodities			
Computer Equipment and Supplies	-	-	329
Total Commodities	-	-	329
Contractual Services			
Other Professional Services	97,737	97,737	97,737
Pre-employment Physicals	750	750	-
Telephone	20,250	20,250	18,233
Advertising	325	325	-
IRMA - Workers' Compensation Premium	2,364	2,743	2,708
IRMA - General Liability Premium	1,576	1,828	1,805
IRMA - Insurance Deductible	500	500	-
Total Contractual Services	123,502	124,133	120,483
Training and Conferences			
Training	200	200	-
Maintenance			
Office Equipment Maintenance	500	500	218
Computer Software Maintenance	191	191	598
Computer Network Maintenance	3,723	3,723	4,545
Radio System Maintenance	15,000	15,000	17,481
Total Maintenance	19,414	19,414	22,842

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Public Safety Reception and Records (Continued)			
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	\$ (9,990)	\$ (9,990)	\$ (9,990)
Allocation to Water and Sewer Fund - Administration	(41,148)	(41,148)	(41,148)
Total Allocation to Water and Sewer Fund	(51,138)	(51,138)	(51,138)
Allocation to Grant Parking	(9,285)	(9,285)	(9,285)
Allocation to Storm Sewer	-	(2,057)	(1,542)
Total Public Safety Reception and Records	471,662	470,236	480,806
Inspectional Services			
Personal Services			
Building and Zoning Coordinator	26,848	26,848	26,829
Temporary Assistance	4,322	4,322	8,597
Fire Chief	34,328	34,328	34,204
Assistant Fire Chief	51,379	51,379	47,001
Fire Training Officer	8,115	8,115	3,404
Building Commissioner	7,000	7,000	5,675
Electrical Inspector	8,000	8,000	9,887
Plumbing Inspector	6,000	6,000	6,615
Miscellaneous Inspectors	10,235	10,235	12,073
Sick Leave Buy Back	1,004	1,004	2,552
Overtime	261	261	-
Health and Life Insurance	16,481	16,481	13,285
Employee Assistance Program	114	114	101
Unemployment Contributions	898	898	1,108
Village FICA Contributions	8,951	8,951	8,956
Village Medicare Contributions	2,227	2,227	2,127
Village IMRF Contributions	3,279	3,279	3,568
Total Personal Services	189,442	189,442	185,982
Commodities			
Office Supplies	800	800	1,095
Books and Maps	1,250	1,250	1,356
Postal Charges	650	650	222
Office Equipment	900	900	607
Computer Equipment and Supplies	700	700	642
Uniforms and Related Supplies	250	250	106
Total Commodities	4,550	4,550	4,028
Contractual Services			
Other Professional Services	300	300	897
Printing	780	780	482
Pre-employment Physicals	367	367	265
Telephone	500	500	1,290
IRMA - Workers' Compensation Premium	2,364	2,743	2,708

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Inspectional Services (Continued)			
Contractual Services (Continued)			
IRMA - General Liability Premium	\$ 1,576	\$ 1,828	\$ 1,721
IRMA - Insurance Deductible	138	138	70
Elevator Inspection Services	1,728	1,728	1,721
Sanitarian Inspection Services	2,880	2,880	2,400
Engineer and Architectural Services	1,000	1,000	140
Total Contractual Services	11,633	12,264	11,694
Training and Conferences			
Membership Dues and Subscriptions	500	500	595
Personnel Training and Conferences	1,200	1,200	1,058
Tuition and Fees	700	700	200
Total Training and Conferences	2,400	2,400	1,853
Maintenance			
Office Equipment Maintenance	1,150	1,150	747
Computer Software Maintenance	1,600	1,600	1,545
Computer Hardware Maintenance	750	750	814
Total Maintenance	3,500	3,500	3,106
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(3,330)	(3,330)	(3,330)
Allocation to Water and Sewer Fund - Administration	(13,837)	(13,837)	(13,837)
Total Allocation to Water and Sewer Fund	(17,167)	(17,167)	(17,167)
Allocation to Storm Sewer	-	(731)	(549)
Total Inspectional Services	194,358	194,258	188,947
Total Public Safety	5,325,718	5,350,968	5,087,706
PUBLIC WORKS			
Public Works Administration			
Personal Services			
Department Secretary	49,725	49,725	49,337
Temporary Assistance	3,838	3,838	4,250
Sick Leave Buy Back	2,328	2,328	906
Public Works Director	110,744	110,744	110,417
Public Works Technician	36,746	6,146	4,421
Overtime Pay	524	524	-
Health and Life Insurance	74,233	74,233	22,093
Employee Assistance Program	341	341	115
Unemployment Contributions	1,347	1,347	1,737
Village HAS Contributions	-	-	1,000
Village FICA Contributions	13,426	13,426	10,361

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Public Works Administration (Continued)			
Personal Services (Continued)			
Village Medicare Contributions	\$ 2,969	\$ 2,969	\$ 2,450
Village IMRF Contributions	29,508	29,508	23,451
Total Personal Services	325,729	295,129	230,538
Commodities			
Office Supplies	1,200	1,200	827
Books and Maps	350	350	91
Postal Charges	1,800	1,800	1,295
Other Operating Supplies	1,000	1,000	944
Office Equipment	800	800	738
Computer Equipment and Supplies	800	800	1,112
Petroleum Products	2,400	2,400	3,014
Total Commodities	8,350	8,350	8,021
Contractual Services			
Professional Services	35,000	35,000	16,543
Printing	350	350	45
Pre-employment Physicals	1,100	1,100	845
Telephone	15,000	15,000	17,699
IRMA - Workers' Compensation Premium	2,364	2,743	2,708
IRMA - General Liability Premium	1,576	1,828	1,805
IRMA - Insurance Deductible	138	138	-
Drug and Alcohol Tests	1,000	1,000	395
Total Contractual Services	56,528	57,159	40,040
Training and Conferences			
Membership Dues and Subscriptions	400	400	737
Personnel Training and Conferences	1,700	1,700	1,182
Total Training and Conferences	2,100	2,100	1,919
Maintenance			
Office Equipment Maintenance	1,400	1,400	2,420
Maintenance and Supplies	400	400	313
Computer Software Maintenance	3,250	3,250	2,843
Computer Hardware Maintenance	3,000	3,000	2,938
Total Maintenance	8,050	8,050	8,514
Capital Outlay			
Phase II Storm Sewer Engineering	-	-	(7,929)
CBD Street Lights Engineering	50,000	50,000	42,100
CBD Street Lights Replacement	450,000	450,000	-
Brookwood Bridge	15,000	15,000	-
Total Capital Outlay	515,000	515,000	34,171

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Public Works Administration (Continued)			
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	\$ (8,880)	\$ (8,880)	\$ (8,880)
Allocation to Water and Sewer Fund - Administration	(175,346)	(175,346)	(175,346)
Total Allocation to Water and Sewer Fund	(184,226)	(184,226)	(184,226)
Allocation to Grant Parking	(3,980)	(3,980)	(3,980)
Allocation to Storm Sewer	-	(64,394)	(48,288)
Total Public Works Administration	727,551	633,188	86,709
Streets and Grounds			
Personal Services			
Mechanic	33,371	33,371	33,935
Sick Leave Buy Back	1,652	1,652	5,176
Assistant Public Works Director	82,032	82,032	83,980
Public Works Technician	36,746	6,146	4,420
Working Foreman	138,555	138,555	140,568
Utility Maintenance Technician	67,470	67,470	64,114
Maintenance Workers	364,434	364,434	318,479
Forestry Maintenance Technician	-	37,702	42,449
Pager Compensation	2,920	2,920	2,928
Overtime Pay	11,223	11,223	6,027
Temporary Mechanic	27,000	27,000	26,823
Health and Life Insurance	164,665	164,665	165,595
Employee Assistance Program	1,193	1,193	1,246
Unemployment Contributions	8,531	8,531	10,598
Village FICA Contributions	58,178	58,178	47,927
Village Medicare Contributions	12,617	12,617	11,209
Village IMRF Contributions	121,310	121,310	99,898
Total Personal Services	1,131,897	1,138,999	1,065,372
Commodities			
Office Supplies	600	600	426
Other Operating Supplies	3,450	3,450	1,217
Petroleum Products	15,000	13,400	21,541
Clothing	2,650	2,650	2,907
Small Tools and Equipment	4,450	4,450	4,750
Safety and Equipment Supplies	2,450	2,450	2,390
Total Commodities	28,600	27,000	33,231
Contractual Services			
Other Professional Services	1,000	1,000	1,113
Street Sweeping	20,000	20,000	2,047
Pre-employment Physicals	5,000	2,000	3,099
Advertising	2,000	2,000	1,016
IRMA - Workers' Compensation Premium	16,547	19,198	18,955

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Streets and Grounds (Continued)			
Contractual Services (Continued)			
IRMA - General Liability Premium	\$ 14,182	\$ 16,454	\$ 16,249
IRMA - Insurance Deductible	2,614	2,614	2,324
Spoil Disposal	10,000	10,000	3,630
Equipment Rental	600	600	-
Share the Cost Tree Program	16,680	16,680	23,605
JULIE One-Call	400	400	450
Total Contractual Services	89,023	90,946	72,488
Training and Conferences			
Membership Dues and Subscriptions	500	500	343
Personnel Training and Conferences	1,000	1,000	462
Total Training and Conferences	1,500	1,500	805
Maintenance			
Maintenance and Supplies	9,000	9,000	8,236
Radio System	400	400	-
Maintenance and Repair	2,505	2,505	2,533
Art Program Maintenance Cont	500	500	51
Contract Land	31,415	52,090	52,990
CDB Flags	1,500	1,500	-
Total Maintenance	45,320	65,995	63,810
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(31,080)	(31,080)	(31,080)
Allocation to Water and Sewer Fund - Administration	(508,551)	(508,551)	(508,551)
Total Allocation to Water and Sewer Fund	(539,631)	(539,631)	(539,631)
Allocation to Grant Parking	(15,918)	(15,918)	(15,918)
Allocation to Storm Sewer	-	(176,307)	(132,231)
Total Streets and Grounds	740,791	592,584	547,926
Snow and Ice Control			
Personal Services			
Overtime Pay	13,758	13,758	6,845
Temporary Employees	720	720	1,312
Village FICA Contributions	2,238	2,238	488
Village Medicare Contributions	742	742	114
Village IMRF Contributions	3,279	3,279	938
Total Personal Services	20,737	20,737	9,697
Commodities			
Small Tools and Equipment	250	250	-

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Snow and Ice Control (Continued)			
Maintenance			
Program Maintenance	\$ 2,745	\$ 2,745	\$ 1,799
Allocation to Water and Sewer Fund - Administration	(1,110)	(1,110)	(1,110)
Total Allocation to Water and Sewer Fund	(1,110)	(1,110)	(1,110)
Total Snow and Ice Control	22,622	22,622	10,386
Horticulture Maintenance			
Personal Services			
Seasonal Employees	24,693	24,693	20,629
Temporary Employees	36,000	-	-
Part-Time Employees	1,500	1,500	584
Village FICA Contributions	2,238	888	1,314
Village Medicare Contributions	742	292	307
Total Personal Services	65,173	27,373	22,834
Commodities			
Small Tools and Equipment	1,950	1,950	32
Program Commodities	3,635	3,635	3,538
Total Commodities	5,585	5,585	3,570
Maintenance			
Program Maintenance	1,450	1,450	137
Art Landscaping	1,000	1,000	-
Total Maintenance	2,450	2,450	137
Allocation to Water and Sewer Fund - FICA/Medicare/IMRF	(1,110)	(1,110)	(1,110)
Total Horticulture Maintenance	72,098	34,298	25,431
Parkway Tree Maintenance			
Personal Services			
Overtime Pay	1,149	1,149	679
Temporary Employees	3,465	3,465	3,630
Village FICA Contributions	-	-	265
Village Medicare Contributions	-	-	62
Village IMRF Contributions	-	-	91
Total Personal Services	4,614	4,614	4,727
Commodities			
Small Tools and Equipment	600	600	879
Contractual Services			
Contractual Services	130,755	144,318	145,165

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Parkway Tree Maintenance (Continued)			
Maintenance			
Program Maintenance	\$ 300	\$ 300	\$ 563
Total Parkway Tree Maintenance	136,269	149,832	151,334
Weedy Lot Program			
Personal Services			
Temporary Employees	15,000	15,000	12,855
Village FICA Contributions	2,238	2,238	797
Village Medicare Contributions	742	742	186
Total Personal Services	17,980	17,980	13,838
Commodities			
Small Tools and Equipment	950	950	-
Contractual Services			
Weedy Lot Mowing Services	3,500	3,500	2,400
Maintenance			
Program Maintenance	1,240	1,240	231
Total Weedy Lot Program	23,670	23,670	16,469
Concrete Repair Program			
Commodities			
Small Tools and Equipment	330	330	151
Program Commodities	1,000	1,000	763
Art Program Commodities	500	500	-
Total Commodities	1,830	1,830	914
Maintenance			
Program Maintenance	100	100	157
Sidewalk Replacement Program	20,000	20,000	21,841
Total Maintenance	20,100	20,100	21,998
Total Concrete Repair Program	21,930	21,930	22,912
General Cleanup Program			
Personal Services			
Temporary Employees	3,614	3,614	3,955
Village FICA Contributions	-	-	245
Village Medicare Contributions	-	-	57
Total Personal Services	3,614	3,614	4,257

(This schedule is continued on the following page.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

GENERAL FUND

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
General Cleanup Program (Continued)			
Maintenance			
Program Maintenance	\$ 100	\$ 100	\$ -
Total General Cleanup Program	3,714	3,714	4,257
Asphalt Maintenance Program			
Commodities			
Small Tools and Equipment	1,500	1,500	2,903
Building and Maintenance Program			
Commodities			
Other Operating Supplies	10,000	10,000	6,512
Small Tools and Equipment	150	150	237
Cleaning Supplies	4,440	4,440	2,685
Repair and Maintenance Supplies	2,200	2,200	2,445
Total Commodities	16,790	16,790	11,879
Contractual Services			
Cleaning Services	20,325	20,325	15,240
Other Miscellaneous Services	10,875	10,875	11,790
Water and Sewer Services	10,000	10,000	10,058
Gas Energy/Pumps and Heating	20,000	20,000	17,282
Scavenger and Disposal Service	2,000	2,000	3,117
Total Contractual Services	63,200	63,200	57,487
Maintenance			
Building Maintenance	3,000	3,000	4,582
General and Concrete Repairs	2,500	2,500	-
Maintenance Contracts	34,964	34,964	30,826
Capital Outlay	-	-	-
Total Maintenance	40,464	40,464	35,408
Allocation to Water and Sewer Fund - Administration	(12,045)	(12,045)	(12,045)
Allocation to Storm Sewer	-	(3,011)	(2,259)
Total Building and Maintenance Program	108,409	105,398	90,470
Total Public Works	1,858,554	1,588,736	958,797
CULTURE AND RECREATION			
Contractual Services			
Flossmoor Fest	35,000	35,000	34,996
Total Culture and Recreation	35,000	35,000	34,996
TOTAL GENERAL FUND EXPENDITURES	\$ 8,497,134	\$ 8,241,275	\$ 7,232,673

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CAPITAL EQUIPMENT FUND

For the Year Ended April 30, 2012
(With Comparative Actual)

	2012				
	Original Budget	Final Budget	Actual	Variance Over (Under)	2011 Actual
REVENUES					
Intergovernmental	\$ 100,000	\$ 100,000	\$ 100,000	\$ -	\$ -
Investment Income	6,800	6,800	3,595	(3,205)	11,860
Other	-	13,072	-	(13,072)	-
Total Revenues	106,800	119,872	103,595	(16,277)	11,860
EXPENDITURES					
Capital Outlay	777,156	831,876	417,984	(413,892)	694,946
Total Expenditures	777,156	831,876	417,984	(413,892)	694,946
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(670,356)	(712,004)	(314,389)	397,615	(683,086)
OTHER FINANCING SOURCES (USES)					
Transfers In	498,415	498,415	498,415	-	489,347
Proceeds from the Sale of Capital Assets	34,560	42,560	124,809	82,249	6,700
Total Other Financing Sources (Uses)	532,975	540,975	623,224	82,249	496,047
NET CHANGE IN FUND BALANCE	\$ (137,381)	\$ (171,029)	308,835	\$ 479,864	(187,039)
FUND BALANCE, MAY 1			1,782,886		1,969,925
FUND BALANCE, APRIL 30			\$ 2,091,721		\$ 1,782,886

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF ASSESSED VALUATIONS, TAX RATES
AND EXTENSIONS FOR TAX LEVY YEAR 2011

Last Ten Years

Tax Year Levy	Assessed Valuation*	Tax Rates	Road and Bridge Tax Rate Village Share	
			Bloom Township	Rich Township
2002	\$ 210,522,077	1.4620	0.0256	0.0359
2003	206,910,773	1.5450	0.0230	0.0336
2004	215,202,589	1.5280	0.0239	0.0332
2005	245,017,492	1.3969	0.0240	0.0330
2006	254,595,867	1.6330	0.0220	0.0300
2007	274,805,644	1.6220	0.0220	0.0290
2008	294,601,766	1.6260	0.0202	0.0274
2009	307,631,825	1.6160	0.0200	0.0270
2010	310,504,671	1.7040	0.0200	0.0280
2011	242,666,993	2.2190	0.0210	0.0300

The gross extended tax levy for 2011 is analyzed below:

	Rate	Amount
General Fund		
Corporate	0.4375	\$ 1,061,668
Police Protection	0.5571	1,350,208
Fire Protection	0.4211	1,021,780
Liability Insurance	0.0428	103,916
Workers' Compensation Insurance	0.0644	156,177
Illinois Municipal Retirement Fund	0.0977	237,146
Social Security Fund	0.0961	233,212
Police Pension Fund	0.1735	421,024
Firefighters' Pension Fund	0.0460	111,670
Auditing	0.0120	29,180
Bond and Interest	0.2708	657,056
	<u>2.2190</u>	
Road and Bridge Fund		85,849
Flossmoor Public Library		<u>1,388,055</u>
		<u>\$ 6,856,941</u>

* 2010 is estimated; final not available at time of printing.

(This schedule is continued on the following pages.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
2009 GENERAL OBLIGATION REFUNDING BONDS

April 30, 2012

	Year Ending April 30	Principal	Interest	Total
<hr/>				
Principal and interest payable June 1 and December 1 of each year with interest from 2.000% to 4.000%				
	2013	\$ 445,000	\$ 184,950	\$ 629,950
	2014	455,000	173,825	628,825
	2015	470,000	160,175	630,175
	2016	490,000	146,075	636,075
	2017	510,000	131,375	641,375
	2018-2022	2,870,000	353,400	3,223,400
		<hr/>		
		\$ 5,240,000	\$ 1,149,800	\$ 6,389,800
		<hr/>		

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
IEPA LOW INTEREST LOAN - PHASE I

April 30, 2012

	Year Ending April 30	Principal	Interest	Total
<hr/>				
Principal and interest payable February 23 and August 23 of each year with interest at 2.625%				
	2013	\$ 108,576	\$ 24,317	\$ 132,893
	2014	111,445	21,448	132,893
	2015	114,390	18,503	132,893
	2016	117,412	15,481	132,893
	2017	120,514	12,379	132,893
	2018-2020	380,987	17,691	398,678
		<hr/>		
		\$ 953,324	\$ 109,819	\$ 1,063,143
		<hr/>		

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
IEPA LOW INTEREST LOAN - PHASE II

April 30, 2012

	Year Ending April 30	Principal	Interest	Total
<hr/>				
Principal and interest payable April 17 and October 17 of each year with interest at 2.905%				
	2013	\$ 61,419	\$ 18,776	\$ 80,195
	2014	63,216	16,979	80,195
	2015	65,065	15,130	80,195
	2016	66,969	13,226	80,195
	2017	68,929	11,266	80,195
	2018-2022	336,007	24,875	360,882
		<hr/>		
		\$ 661,605	\$ 100,252	\$ 761,857
		<hr/>		

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
IEPA LOW INTEREST LOAN - PHASE III

April 30, 2012

	Year Ending April 30	Principal	Interest	Total
<hr/>				
Principal and interest payable April 25 and October 25 of each year with interest at 2.905%				
	2013	\$ 131,183	\$ 44,469	\$ 175,652
	2014	134,483	41,169	175,652
	2015	137,866	37,786	175,652
	2016	141,334	34,318	175,652
	2017	144,890	30,762	175,652
	2018-2022	780,991	97,268	878,259
	2023-2024	340,595	10,711	351,306
		<hr/>		
		\$ 1,811,342	\$ 296,483	\$ 2,107,825
		<hr/>		

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

FLOSSMOOR PUBLIC LIBRARY

BALANCE SHEET

April 30, 2012

	General Fund
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 1,596,448
Investments	802,317
Receivables (Net, of Allowances for Uncollectibles)	
Property Taxes	695,581
Accounts	1,970
Grants	9,705
Due from Primary Government	<u>3,050</u>
TOTAL ASSETS	<u><u>\$ 3,109,071</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	\$ 35,829
Accrued Payroll	50,447
Deferred Property Taxes	<u>695,581</u>
Total Liabilities	<u>781,857</u>
FUND BALANCE	
Unrestricted	
Committed for Capital Purposes	1,425,800
Assigned for	
Special Acquisition	290,625
Technology Projects	100,000
Green Initiatives	30,000
Security Upgrades	50,000
Unassigned	<u>430,789</u>
Total Fund Balance	<u>2,327,214</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 3,109,071</u></u>

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

FLOSSMOOR PUBLIC LIBRARY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUALFor the Year Ended April 30, 2012
(With Comparative Actual)

	2012			Variance Over (Under)	2011 Actual
	Original Budget	Final Budget	Actual		
REVENUES					
Taxes	\$ 1,364,908	\$ 1,390,424	\$ 1,365,813	\$ (24,611)	\$ 1,288,928
Intergovernmental					
Personal Property Replacement Taxes	12,000	12,000	14,440	2,440	14,783
Per Capita Grant	9,500	9,500	9,705	205	9,518
Fines and Forfeits	22,500	22,500	25,490	2,990	22,136
Charges for Services	12,500	12,500	12,527	27	12,756
Other					
Interest	10,000	6,000	4,811	(1,189)	8,336
Contributions	5,500	5,500	6,579	1,079	6,002
Miscellaneous	1,200	1,200	2,367	1,167	1,511
Total Revenues	1,438,108	1,459,624	1,441,732	(17,892)	1,363,970
EXPENDITURES					
Current					
Personal Services	831,024	852,814	859,979	7,165	796,584
Commodities	232,750	232,750	218,789	(13,961)	204,176
Contractual Services	178,760	158,760	131,603	(27,157)	150,412
Training and Conferences	11,000	11,000	13,966	2,966	7,635
Maintenance	101,000	131,000	47,486	(83,514)	68,964
Capital Outlay	10,000	10,000	7,667	(2,333)	6,506
Total Expenditures	1,364,534	1,396,324	1,279,490	(116,834)	1,234,277
NET CHANGE IN FUND BALANCE	\$ 73,574	\$ 63,300	162,242	\$ 98,942	129,693
FUND BALANCE, MAY 1			2,164,972		2,035,279
FUND BALANCE, APRIL 30			\$ 2,327,214		\$ 2,164,972

(See independent auditor's report.)

VILLAGE OF FLOSSMOOR, ILLINOIS

FLOSSMOOR PUBLIC LIBRARY

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
PERSONAL SERVICES			
Salaries	\$ 660,000	\$ 678,000	\$ 688,231
Contractual Expense - Salaries	(15,550)	(15,550)	(15,452)
Contractual Expense - Fringe Benefits	(7,476)	(7,476)	(7,218)
Health and Life Insurance	70,250	59,500	59,183
Unemployment Compensation	2,700	2,700	2,445
FICA Contribution	39,680	42,040	42,332
Medicare Contribution	9,280	9,830	9,900
IMRF Contribution	72,140	83,770	80,558
Total Personal Services	831,024	852,814	859,979
COMMODITIES			
Office Supplies	4,650	4,650	3,795
Books	85,000	85,000	87,129
Postage	4,200	4,200	2,850
Leased Books	4,200	4,200	4,104
Periodicals	12,000	12,000	11,350
Automated Indexes	20,000	20,000	15,088
Audio - Visual	27,000	27,000	26,427
Fines and Fees	2,000	2,000	498
Circulation Supplies	2,500	2,500	2,166
Technical Service Supplies	6,200	6,200	5,977
Building Supplies	10,000	10,000	8,949
Programming	32,000	32,000	31,145
Printer Supplies	7,500	7,500	7,625
Software	11,500	11,500	8,256
Material Security/Tags	4,000	4,000	3,430
Total Commodities	232,750	232,750	218,789
CONTRACTUAL SERVICES			
Accounting and Auditing Services	7,500	7,500	7,447
Printing and Binding	7,500	7,500	3,157
Telephone	10,000	10,000	8,724
Casualty and Liability Insurance	12,660	12,660	13,006

(This schedule is continued on the following page.)

VILLAGE OF FLOSSMOOR, ILLINOIS

FLOSSMOOR PUBLIC LIBRARY

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
CONTRACTUAL SERVICES (Continued)			
Special Legal Services	\$ 3,000	\$ 3,000	\$ 390
Architects/Consulting	5,000	5,000	1,044
Security	10,000	10,000	6,116
Janitorial Services	36,000	36,000	35,400
Computer Technical Services	30,000	10,000	10,000
Water and Sewer Services	1,750	1,750	1,401
Gas Energy - Heating	25,000	25,000	17,576
Equipment Rental	2,200	2,200	1,803
Payroll Services/Fees	2,400	2,400	2,264
Insurance Surety Bond Premium	750	750	700
System Wide Area Network	25,000	25,000	22,575
Total Contractual Services	178,760	158,760	131,603
TRAINING AND CONFERENCES			
Personal Training and Conferences	11,000	11,000	13,966
Total Training and Conferences	11,000	11,000	13,966
MAINTENANCE			
Office Equipment Maintenance	16,000	16,000	10,984
Building Maintenance	65,000	65,000	36,502
Emergency and Contingency Expense	20,000	50,000	-
Total Maintenance	101,000	131,000	47,486
CAPITAL OUTLAY			
Office Equipment	10,000	10,000	7,667
Total Capital Outlay	10,000	10,000	7,667
TOTAL FLOSSMOOR PUBLIC LIBRARY EXPENDITURES	\$ 1,364,534	\$ 1,396,324	\$ 1,279,490

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Village of Flossmoor's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	116-123
Revenue Capacity	
These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	124-128
Debt Capacity	
These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	129-133
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	134-135
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	136-138

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement 34 in FY 2003; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF FLOSSMOOR, ILLINOIS

NET ASSETS BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005
GOVERNMENTAL ACTIVITIES			
Invested in Capital Assets			
Net of Related Debt	\$ 18,202,711	\$ 17,737,593	\$ 17,103,962
Restricted	1,809,989	2,092,425	2,780,998
Unrestricted	5,108,114	5,764,170	5,485,133
TOTAL GOVERNMENTAL ACTIVITIES	\$ 25,120,814	\$ 25,594,188	\$ 25,370,093
BUSINESS-TYPE ACTIVITIES			
Invested in Capital Assets			
Net of Related Debt	\$ 8,498,813	\$ 8,262,611	\$ 8,041,955
Unrestricted	2,640,629	2,826,686	2,810,890
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 11,139,442	\$ 11,089,297	\$ 10,852,845
PRIMARY GOVERNMENT			
Invested in Capital Assets			
Net of Related Debt	\$ 26,701,524	\$ 26,000,204	\$ 25,145,917
Restricted	1,809,989	2,092,425	2,780,998
Unrestricted	7,748,743	8,590,856	8,296,023
TOTAL PRIMARY GOVERNMENT	\$ 36,260,256	\$ 36,683,485	\$ 36,222,938

Data Source

Audited Financial Statements

2006	2007	2008	2009	2010	2011	2012
\$ 17,428,112	\$ 18,089,576	\$ 18,273,790	\$ 18,668,746	\$ 19,221,718	\$ 20,309,419	\$ 17,772,753
2,489,934	2,660,966	2,939,451	3,005,058	2,917,197	2,066,417	2,427,023
6,285,617	7,096,189	8,099,754	8,391,293	8,540,709	7,874,678	8,789,886
\$ 26,203,663	\$ 27,846,731	\$ 29,312,995	\$ 30,065,097	\$ 30,679,624	\$ 30,250,514	\$ 28,989,662
\$ 7,753,311	\$ 8,331,689	\$ 8,433,956	\$ 8,258,145	\$ 8,790,267	\$ 9,714,395	\$ 12,393,348
3,229,193	3,583,641	3,791,785	3,450,985	2,669,750	2,195,747	1,860,639
\$ 10,982,504	\$ 11,915,330	\$ 12,225,741	\$ 11,709,130	\$ 11,460,017	\$ 11,910,142	\$ 14,253,987
\$ 25,181,423	\$ 26,421,265	\$ 26,707,746	\$ 26,926,891	\$ 28,011,985	\$ 30,023,814	\$ 30,166,101
2,489,934	2,660,966	2,939,451	3,005,058	2,917,197	2,066,417	2,427,023
9,514,810	10,679,830	11,891,539	11,842,278	11,210,459	10,070,425	10,650,525
\$ 37,186,167	\$ 39,762,061	\$ 41,538,736	\$ 41,774,227	\$ 42,139,641	\$ 42,160,656	\$ 43,243,649

VILLAGE OF FLOSSMOOR, ILLINOIS

CHANGE IN NET ASSETS

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005
EXPENSES			
Governmental Activities			
General Government	\$ 988,038	\$ 976,064	\$ 1,089,785
Public Safety	3,614,186	3,553,126	3,821,043
Public Works	1,462,246	901,991	1,330,299
Highways and Streets	263,479	588,633	542,329
Culture and Recreation	173,253	280,505	316,314
Interest	303,919	355,025	349,395
Total Governmental Activities Expenses	6,805,121	6,655,344	7,449,165
Business-Type Activities			
Water and Sewer	2,446,525	2,289,925	2,455,184
Sanitary Sewer Rehabilitation	184,362	166,609	196,062
Storm Sewer	-	-	-
Commuter Parking	218,206	165,924	178,390
Total Business-Type Activities Expenses	2,849,093	2,622,458	2,829,636
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 9,654,214	\$ 9,277,802	\$ 10,278,801
PROGRAM REVENUES			
Governmental Activities			
Charges for Services			
General Government	\$ 163,685	\$ 251,228	\$ 399,196
Public Safety	418,100	476,802	481,625
Public Works	26,250	36,003	47,487
Culture and Recreation	-	5,088	4,558
Operating Grants and Contributions	304,677	285,004	300,234
Capital Grants and Contributions	115,988	1,179	-
Total Governmental Activities Program Revenues	1,028,700	1,055,304	1,233,100
Business-Type Activities			
Charges for Services			
Water and Sewer	2,259,208	2,327,784	2,303,650
Sanitary Sewer Rehabilitation	198,603	199,764	200,227
Storm Sewer	-	-	-
Commuter Parking	130,994	130,851	168,933
Operating Grants and Contributions	-	-	-
Capital Grants and Contributions	-	-	-
Total Business-Type Activities Program Revenues	2,588,805	2,658,399	2,672,810
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 3,617,505	\$ 3,713,703	\$ 3,905,910
NET REVENUE (EXPENSE)			
Governmental Activities	\$ (5,776,421)	\$ (5,600,040)	\$ (6,216,065)
Business-Type Activities	(260,288)	35,941	(156,826)
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (6,036,709)	\$ (5,564,099)	\$ (6,372,891)

2006	2007	2008	2009	2010	2011	2012
\$ 1,076,475	\$ 1,082,500	\$ 1,197,808	\$ 1,163,484	\$ 1,146,223	\$ 1,153,449	\$ 1,216,607
4,247,909	4,126,831	4,437,017	4,687,757	4,970,438	5,158,578	5,272,521
1,008,540	1,141,782	1,282,303	1,331,046	1,338,780	1,530,755	1,275,021
269,842	399,643	657,356	744,150	718,303	1,489,558	580,935
27,904	120,812	237,838	210,446	336,040	193,193	66,061
337,944	325,765	312,799	299,218	268,677	218,534	206,076
6,968,614	7,197,333	8,125,121	8,436,101	8,778,461	9,744,067	8,617,221
2,345,222	2,293,397	2,516,432	2,835,375	2,770,107	2,916,632	3,092,585
271,226	307,002	336,643	359,779	333,679	323,526	287,519
-	-	-	-	-	-	250,697
176,450	161,076	166,138	195,122	177,525	179,800	175,473
2,792,898	2,761,475	3,019,213	3,390,276	3,281,311	3,419,958	3,806,274
\$ 9,761,512	\$ 9,958,808	\$ 11,144,334	\$ 11,826,377	\$ 12,059,772	\$ 13,164,025	\$ 12,423,495
\$ 340,289	\$ 277,433	\$ 248,110	\$ 217,807	\$ 245,325	\$ 258,395	\$ 418,769
460,302	535,574	533,496	609,511	539,021	569,492	608,268
33,330	29,165	28,205	32,300	105,281	30,810	301,531
4,829	-	688	1,140	5,138	4,779	4,493
318,062	314,722	319,946	292,658	267,365	320,958	306,851
1,022	801,913	426,970	42,492	50,442	269,067	589,490
1,157,834	1,958,807	1,557,415	1,195,908	1,212,572	1,453,501	2,229,402
2,557,524	2,324,462	2,422,472	2,334,190	2,399,665	2,302,789	2,423,248
300,888	372,433	368,788	369,463	367,418	367,711	367,941
-	-	-	-	-	-	397,892
171,729	173,080	172,804	168,384	170,352	172,263	173,671
-	-	-	-	-	-	-
-	764,097	308,090	30,098	187,307	1,141,013	14,603
3,030,141	3,634,072	3,272,154	2,902,135	3,124,742	3,983,776	3,377,355
\$ 4,187,975	\$ 5,592,879	\$ 4,829,569	\$ 4,098,043	\$ 4,337,314	\$ 5,437,277	\$ 5,606,757
\$ (5,810,780)	\$ (5,238,526)	\$ (6,567,706)	\$ (7,240,193)	\$ (7,565,889)	\$ (8,290,566)	\$ (6,387,819)
237,243	872,597	252,941	(488,141)	(156,569)	563,818	(428,919)
\$ (5,573,537)	\$ (4,365,929)	\$ (6,314,765)	\$ (7,728,334)	\$ (7,722,458)	\$ (7,726,748)	\$ (6,816,738)

VILLAGE OF FLOSSMOOR, ILLINOIS

CHANGE IN NET ASSETS (Continued)

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS			
Governmental Activities			
Taxes			
Property	\$ 2,629,530	\$ 3,351,391	\$ 3,408,913
Sales	251,013	260,681	242,280
Utility	557,096	539,216	550,916
Telecommunications	428,365	522,595	494,264
Income	607,728	562,115	629,674
Local Use (1)	-	-	-
Other (1)	-	-	-
Investment Income	437,530	198,076	164,161
Miscellaneous	229,749	103,957	394,330
Contributions	17,090	80,900	30,945
Gain on Sale of Capital Assets	-	-	-
Transfers	32,631	111,643	119,607
Total Governmental Activities	5,190,732	5,730,574	6,035,090
Business-Type Activities			
Investment Income	38,290	25,557	39,981
Miscellaneous	(11,239)	-	-
Transfers	(32,631)	(111,643)	(119,607)
Total Business-Type Activities	(5,580)	(86,086)	(79,626)
TOTAL PRIMARY GOVERNMENT	\$ 5,185,152	\$ 5,644,488	\$ 5,955,464
CHANGE IN NET ASSETS			
Governmental Activities	\$ (585,689)	\$ 130,534	\$ (180,975)
Business-Type Activities	(265,868)	(50,145)	(236,452)
TOTAL PRIMARY GOVERNMENT CHANGE IN NET ASSETS	\$ (851,557)	\$ 80,389	\$ (417,427)

Data Source

Audited Financial Statements

(1) Included in other categories prior to 2009.

2006	2007	2008	2009	2010	2011	2012
\$ 3,684,183	\$ 3,872,598	\$ 4,863,097	\$ 5,017,355	\$ 5,567,322	\$ 5,201,260	\$ 5,831,637
193,043	197,922	227,698	174,205	154,344	231,704	249,660
655,567	586,375	625,308	597,487	523,309	539,271	492,051
534,824	452,456	501,890	475,685	457,564	420,579	411,885
815,156	905,775	856,374	847,459	734,057	731,874	739,859
-	-	-	134,880	111,179	128,150	138,914
-	-	-	2,191	-	-	-
265,792	436,304	449,510	240,319	95,222	55,559	22,944
379,618	355,734	411,080	378,202	413,133	423,390	8,930
16,055	1,165	10,325	1,070	9,679	9,630	-
-	-	-	33,244	-	-	-
103,113	93,559	88,688	90,198	114,607	120,039	(2,768,913)
6,647,351	6,901,888	8,033,970	7,992,295	8,180,416	7,861,456	5,126,967
93,807	153,788	146,158	61,728	22,063	6,346	3,851
-	-	-	-	-	-	-
(103,113)	(93,559)	(88,688)	(90,198)	(114,607)	(120,039)	2,768,913
(9,306)	60,229	57,470	(28,470)	(92,544)	(113,693)	2,772,764
\$ 6,638,045	\$ 6,962,117	\$ 8,091,440	\$ 7,963,825	\$ 8,087,872	\$ 7,747,763	\$ 7,899,731
\$ 836,571	\$ 1,663,362	\$ 1,466,264	\$ 752,102	\$ 614,527	\$ (429,110)	\$ (1,260,852)
227,937	932,826	310,411	(516,611)	(249,113)	450,125	2,343,845
\$ 1,064,508	\$ 2,596,188	\$ 1,776,675	\$ 235,491	\$ 365,414	\$ 21,015	\$ 1,082,993

VILLAGE OF FLOSSMOOR, ILLINOIS
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011*	2012
GENERAL FUND										
Reserved	\$ 119,230	\$ 116,531	\$ 113,857	\$ 76,317	\$ 91,244	\$ 80,458	\$ 77,803	\$ 83,343	\$ -	\$ -
Unreserved, Designated	2,532,771	2,567,125	2,543,646	2,864,114	3,569,435	4,425,240	4,204,651	3,473,879	-	-
Unreserved, Undesignated	1,718,000	1,864,000	1,612,000	1,823,000	1,730,000	1,788,000	2,042,000	2,276,000	-	-
Nonspendable	-	-	-	-	-	-	-	-	74,019	74,019
Restricted	-	-	-	-	-	-	-	-	130,321	122,143
Unrestricted										
Committed	-	-	-	-	-	-	-	-	2,169,727	2,156,250
Assigned	-	-	-	-	-	-	-	-	2,470,000	2,402,000
Unassigned	-	-	-	-	-	-	-	-	985,428	1,661,961
TOTAL GENERAL FUND	\$ 4,370,001	\$ 4,547,656	\$ 4,269,503	\$ 4,763,431	\$ 5,390,679	\$ 6,293,698	\$ 6,324,454	\$ 5,833,222	\$ 5,829,495	\$ 6,416,373
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 9,853,869	\$ 6,697,617	\$ 2,515,433	\$ 2,489,934	\$ 2,660,966	\$ 2,939,451	\$ 3,001,274	\$ 3,742,747	\$ -	\$ -
Unreserved, Reported in										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	-
Capital Project Funds	842,662	961,552	1,215,630	1,239,642	1,448,088	1,535,561	1,801,923	1,535,052	-	-
Nonspendable	-	-	-	-	-	-	-	-	400,000	617,644
Restricted	-	-	-	-	-	-	-	-	1,536,096	1,904,880
Unrestricted										
Committed	-	-	-	-	-	-	-	-	1,782,886	1,874,077
Assigned	-	-	-	-	-	-	-	-	40,506	40,531
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 10,696,531	\$ 7,659,169	\$ 3,731,063	\$ 3,729,576	\$ 4,109,054	\$ 4,475,012	\$ 4,803,197	\$ 5,277,799	\$ 3,759,488	\$ 4,437,132

* The Village implemented GASB Statement No. 54 in fiscal year 2011.

[Data Source](#)

Audited Financial Statements

VILLAGE OF FLOSSMOOR, ILLINOIS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
REVENUES										
Taxes	\$ 3,870,189	\$ 4,684,429	\$ 4,690,257	\$ 5,145,875	\$ 5,184,037	\$ 6,169,329	\$ 6,359,075	\$ 6,792,436	\$ 6,482,769	\$ 7,076,956
Licenses and Permits	282,679	410,294	559,083	486,501	412,854	371,139	340,980	370,087	377,938	377,742
Intergovernmental	1,125,405	961,592	1,049,508	1,155,040	1,341,572	1,561,997	1,354,777	1,194,999	1,482,309	1,790,003
Charges for Services	251,392	303,928	322,845	274,299	313,721	333,263	413,358	421,523	365,558	359,672
Fines and Forfeits	88,107	89,524	96,006	109,917	143,342	85,762	83,567	96,049	108,778	157,344
Investment Income	437,584	198,076	164,161	265,792	436,310	449,504	240,319	95,222	55,559	22,944
Other	161,971	229,168	252,855	255,870	252,360	268,335	272,685	308,065	321,420	340,621
Total Revenues	6,217,327	6,877,011	7,134,715	7,693,294	8,084,196	9,239,329	9,064,761	9,278,381	9,194,331	10,125,282
EXPENDITURES										
General Government	1,013,562	864,624	920,222	964,343	918,245	1,000,473	1,042,266	1,122,809	1,157,212	1,151,174
Public Safety	3,383,596	3,404,259	3,603,071	3,781,173	3,877,617	4,335,213	4,532,544	4,891,214	5,077,391	5,231,815
Public Works	1,531,393	854,534	1,270,948	783,870	990,126	1,247,791	1,826,335	1,978,438	1,503,444	958,797
Highways and Streets	63,275	377,674	232,361	228,670	295,048	406,622	474,365	389,271	220,858	232,271
Culture and Recreation	45,366	49,516	52,777	46,008	9,060	35,444	8,052	133,645	37,198	36,507
Capital Outlay	1,068,516	3,715,542	4,716,942	877,595	439,290	405,854	307,744	379,466	2,204,716	861,931
Debt Service										
Principal	-	90,000	280,000	295,000	310,000	325,000	340,000	360,000	440,000	430,000
Interest	-	500,836	347,285	335,735	323,935	311,225	298,250	284,310	202,287	193,900
Other Charges	-	-	-	350	350	350	-	-	-	-
Total Expenditures	7,105,708	9,856,985	11,423,606	7,312,744	7,163,671	8,067,972	8,829,556	9,539,153	10,843,106	9,096,395
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(888,381)	(2,979,974)	(4,288,891)	380,550	920,525	1,171,357	235,205	(260,772)	(1,648,775)	1,028,887
OTHER FINANCING SOURCES (USES)										
Premium on Refunding Bonds	-	-	-	-	-	-	-	205,844	-	-
Payment to Escrow Agent	-	-	-	-	-	-	-	(5,842,759)	-	-
Transfers In	320,164	382,010	427,978	394,248	457,405	421,068	416,397	476,731	537,483	502,791
Transfers (Out)	(287,533)	(270,367)	(308,371)	(291,135)	(363,846)	(332,380)	(326,199)	(362,124)	(417,444)	(391,965)
Bonds Issued	7,980,000	-	-	-	-	-	-	5,735,000	-	-
Proceeds from Sale of Capital Assets	10,040	8,624	6,145	8,778	12,936	8,932	33,538	31,449	6,700	124,809
Total Other Financing Sources (Uses)	8,022,671	120,267	125,752	111,891	106,495	97,620	123,736	244,141	126,739	235,635
NET CHANGE IN FUND BALANCES	\$ 7,134,290	\$ (2,859,707)	\$ (4,163,139)	\$ 492,441	\$ 1,027,020	\$ 1,268,977	\$ 358,941	\$ (16,631)	\$ (1,522,036)	\$ 1,264,522
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	0.00%	9.62%	9.35%	9.41%	9.30%	8.29%	7.99%	7.57%	6.82%	7.49%

Data Source

Audited Financial Statements

VILLAGE OF FLOSSMOOR, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Fiscal Year	Residential Property	Railroad	Commercial Property^	Industrial Property^	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2002	2003	\$ 210,206,294	\$ 315,783	\$ -	\$ -	\$ 210,522,077	1.462	\$ 631,566,231	33.333%
2003	2004	206,660,407	310,366	-	-	206,970,773	1.545	620,912,319	33.333%
2004	2005	214,971,116	231,473	-	-	215,202,589	1.528	645,607,767	33.333%
2005	2006	244,819,015	198,477	-	-	245,017,492	1.397	735,052,476	33.333%
2006	2007	248,664,780	201,595	-	-	248,866,375	1.633	746,599,125	33.333%
2007	2008	274,596,893	208,751	-	-	274,805,644	1.622	824,416,932	33.333%
2008	2009	264,707,240	241,605	19,246,337	10,406,584	294,601,766	1.626	883,805,298	33.333%
2009	2010	279,260,177	291,245	17,740,796	10,339,607	307,631,825	1.616	922,895,475	33.333%
2010	2011	281,823,114	338,923	17,906,470	10,436,164	310,504,671	1.704	931,514,013	33.333%
2011	2012*	220,369,160	403,570	13,982,318	7,911,945	242,666,993	2.219	728,000,979	33.333%

* Estimated for commercial/industrial breakdown; final not available at time of printing.

^ Data not available prior to 2008 Levy/FY 2009.

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Levy Years

Levy Year	Fiscal Year	Village Direct Rates					Overlapping Rates												
		General	Bonds and Interest	Rate 3	Rate 4	Total Direct Tax Rate (*)	Village of Flossmoor Library Fund	Homewood-Park District	Grade School District 161	High School District 233	Community College District 115	So. Cook County Mosquito Abatement District	Water Reclam Dist. Of Greater Chicago	Suburban T.B. Sanitarium	Forest Preserve Dist. Of Cook County	Consolidated Elections	Cook County	Rich Township	Bloom Township
2002	2003	1.162	0.300	-	-	1.462	0.381	0.772	4.081	4.083	0.338	0.011	0.371	0.006	0.061	-	0.690	0.285	0.242
2003	2004	1.227	0.318	-	-	1.545	0.476	0.837	4.262	4.348	0.346	0.013	0.361	0.004	0.059	0.029	0.630	0.298	0.252
2004	2005	1.220	0.308	-	-	1.528	0.490	0.869	4.238	4.345	0.341	0.012	0.347	0.001	0.060	-	0.593	0.298	0.248
2005	2006	1.125	0.272	-	-	1.397	0.463	0.797	3.882	4.073	0.292	0.010	0.315	0.005	0.060	0.014	0.533	0.273	0.227
2006	2007	1.370	0.263	-	-	1.633	0.472	0.800	3.945	4.103	0.292	0.007	0.284	0.005	0.057	-	0.500	0.278	0.235
2007	2008	1.378	0.244	-	-	1.622	0.454	0.775	3.806	3.966	0.294	0.006	0.263	-	0.053	0.012	0.446	0.274	0.230
2008	2009	1.396	0.230	-	-	1.626	0.445	0.730	3.673	3.787	0.280	0.001	0.252	0.009	0.051	-	0.415	0.266	0.217
2009	2010	1.396	0.220	-	-	1.616	0.428	0.715	3.558	3.686	0.277	0.009	0.261	-	0.049	0.021	0.394	0.270	0.222
2010	2011	1.495	0.209	-	-	1.704	0.439	0.723	3.648	3.723	0.293	0.010	0.274	-	0.051	-	0.423	0.286	0.225
2011	2012*	1.947	0.272	-	-	2.219	0.572	0.898	4.650	4.676	0.357	0.012	0.320	-	0.058	0.025	0.462	0.366	0.284

* This should be the same as the column shown in the schedule of taxable assessed value.

Note: The Village basic property tax rate may be increased only by a majority vote of the Village's residents. Rates for debt service are set based on each year's requirements. (Governments are required to disclose any external limitations on their ability to change.)

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS

PROPERTY TAX RATES - PER \$100 OF ASSESSED VALUATION - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Fiscal Years

	Levy 2002 2003	Levy 2003 2004	Levy 2004 2005	Levy 2005 2006	Levy 2006 2007	Levy 2007 2008	Levy 2008 2009	Levy 2009 2010	Levy 2010 2011	Levy 2011 2012
Village of Flossmoor	1.462	1.545	1.528	1.397	1.633	1.622	1.626	1.616	1.704	2.219
Village of Flossmoor Library Fund	0.381	0.476	0.490	0.463	0.472	0.454	0.445	0.428	0.439	0.572
Homewood-Flossmoor Park District	0.772	0.837	0.869	0.797	0.800	0.775	0.730	0.715	0.723	0.898
Grade School District No. 161	4.081	4.262	4.238	3.882	3.945	3.806	3.673	3.558	3.648	4.650
High School District No. 233	4.083	4.348	4.345	4.073	4.103	3.966	3.787	3.686	3.723	4.676
Community College District No. 515	0.338	0.346	0.341	0.292	0.292	0.294	0.280	0.277	0.293	0.357
South Cook County Mosquito Abatement District	0.011	0.013	0.012	0.010	0.007	0.006	0.001	0.009	0.010	0.012
Water Reclamation District of Greater Chicago	0.371	0.361	0.347	0.315	0.284	0.263	0.252	0.261	0.274	0.320
Rich Township	0.285	0.298	0.298	0.273	0.278	0.274	0.266	0.270	0.286	0.366
Bloom Township	0.242	0.252	0.248	0.227	0.235	0.230	0.217	0.222	0.225	0.284
Suburban T.B. Sanitarium	0.006	0.004	0.001	0.005	0.005	-	0.009	-	-	-
Forest Preserve District of Cook County	0.061	0.059	0.060	0.060	0.057	0.053	0.051	0.049	0.051	0.058
Consolidated Elections	-	0.029	-	0.014	-	0.012	-	0.021	-	0.025
County of Cook	0.690	0.630	0.593	0.533	0.500	0.446	0.415	0.394	0.423	0.462
TOTAL - PROPERTY IN RICH TOWNSHIP	12.541	13.208	13.122	12.114	12.376	11.971	11.535	11.284	11.574	14.615
TOTAL - PROPERTY IN BLOOM TOWNSHIP	12.498	13.162	13.072	12.068	12.333	11.927	11.486	11.236	11.513	14.533

Property tax rates are per \$100 of assessed valuation.

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS

PRINCIPAL PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2011 Levy			2002 Levy		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Sunrise Assisted Living	\$ 3,706,017	1	1.53%	\$ 2,922,821	1	1.39%
Flossmoor Commons	2,971,699	2	1.22%	1,517,984	4	0.72%
Flossmoor Executive Center - Professional Executive Center	1,996,558	3	0.82%	2,102,948	3	1.00%
Ingalls Family Care Center	1,359,522	4	0.56%	-	n/a	0.00%
Idlewild Country Club	1,227,737	5	0.51%	999,219	5	0.47%
Flossmoor Commons Medical Center	1,167,395	6	0.48%	835,764	9	0.40%
Flossmoor Petroleum (BP)	995,356	7	0.41%	-	n/a	0.00%
Flossmoor Center	878,294	8	0.36%	496,658	10	0.24%
Civic Center	817,678	9	0.34%	890,266	7	0.42%
CVS Pharmacy	799,261	10	0.33%	-	n/a	0.00%
Children of America	779,709	11	0.32%	-	n/a	0.00%
Flossmoor Professional Building	750,751	12	0.31%	860,401	8	0.41%
Flossmoor Medical Building Center	569,767	13	0.23%	894,738	6	0.43%
Cherry Hills Country Club	-	n/a	0.00%	2,564,294	2	1.22%
	<u>\$ 18,019,744</u>		<u>7.42%</u>	<u>\$ 14,085,093</u>		<u>6.70%</u>

NOTE:

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Fiscal Year	Tax Levied	Collected within the Fiscal Year of the Levy		Total Collections to Date	
			Amount	Percentage of Levy	Amount	Percentage of Levy
2002	2003	\$ 3,877,722	\$ 1,377,966	35.54%	\$ 3,675,214	94.78%
2003	2004	4,181,416	1,708,873	40.87%	4,136,828	98.93%
2004	2005	4,342,887	1,788,099	41.17%	4,291,188	98.81%
2005	2006	4,557,461	1,441,516	31.63%	4,437,602	97.37%
2006	2007	5,324,345	2,006,783	37.69%	5,162,403	96.96%
2007	2008	5,725,037	2,344,080	40.94%	5,681,508	99.24%
2008	2009	6,085,433	2,530,091	41.58%	5,965,448	98.03%
2009	2010	6,247,224	2,923,361	46.79%	6,153,723	98.50%
2010	2011	6,654,116	3,002,464	45.12%	6,472,779	97.27%
2011	2012^	5,384,781	2,588,199	48.07%	2,588,199	48.07%

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

^ Beginning with 2011 levy year/fiscal year 2012, data reflects Village only and does not include Library.

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities	Business-Type Activities	Total Primary Government	Percentage of EAV	Percentage of Personal Income	Per Capita*
	General Obligation Bonds	IEPA Loans Payable				
2003	\$ 7,980,000	\$ 2,954,459	\$ 10,934,459	5.19%	2.75%	\$ 1,175.62
2004	7,890,000	4,142,621	12,032,621	5.82%	3.02%	1,293.69
2005	7,610,000	5,004,186	12,614,186	5.86%	3.17%	1,356.22
2006	7,315,000	5,077,214	12,392,214	5.06%	3.11%	1,332.35
2007	7,005,000	4,819,691	11,824,691	4.64%	2.97%	1,271.34
2008	6,680,000	4,555,360	11,235,360	4.09%	2.82%	1,207.97
2009	6,340,000	4,284,040	10,624,040	3.61%	2.67%	1,142.25
2010	6,110,000	4,005,546	10,115,546	3.29%	2.54%	1,087.58
2011	5,670,000	3,719,688	9,389,688	3.02%	2.06%	992.15
2012	5,240,000	3,426,271	8,666,271	3.57%	1.90%	915.71

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

* See the schedule of Demographic and Economic Information on page 137 for personal income and population data.

VILLAGE OF FLOSSMOOR, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita
2003	\$ 7,980,000	\$ 203,367	\$ 7,776,633	3.69%	\$ 836.11
2004	7,890,000	243,321	7,646,679	3.70%	822.14
2005	7,610,000	250,556	7,359,444	3.42%	791.25
2006	7,315,000	266,832	7,048,168	2.88%	757.79
2007	7,005,000	227,632	6,777,368	2.77%	728.67
2008	6,680,000	252,157	6,427,843	2.34%	691.09
2009	6,340,000	279,772	6,060,228	2.06%	651.57
2010	6,110,000	320,152	5,789,848	1.88%	622.50
2011	5,670,000	303,797	5,366,203	2.08%	567.01
2012	5,240,000	313,440	4,926,560	2.03%	520.56

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

* See Assessed Value and Estimated Actual Value of Taxable Property on page 124 for property value data.

VILLAGE OF FLOSSMOOR, ILLINOIS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

April 30, 2012

Governmental Unit	Gross Debt	Percentage Debt Applicable to the Village of Flossmoor (1)	Village of Flossmoor Share of Debt
Village of Flossmoor	\$ 5,240,000	100.00%	\$ 5,240,000
Homewood-Flossmoor Park District	15,128,730	37.45%	5,665,709
Water Reclamation District of Chicago	2,300,335,115	0.19%	4,370,637
County of Cook	3,709,260,000	0.18%	6,676,668
Cook County Forest Preserve District	94,885,000	0.18%	170,793
Olympia Fields Park District	-	0.03%	-
Schools			
Grade School District No. 161	819,752	53.32%	437,092
High School District No. 233	13,685,000	31.73%	4,342,251
Community College District No. 515	12,172,040	7.08%	861,780
	<u>6,146,285,637</u>		<u>22,524,930</u>
	<u>\$ 6,151,525,637</u>		<u>\$ 27,764,930</u>

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

Data Source

Office of the County Clerk

VILLAGE OF FLOSSMOOR, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

Fiscal Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	\$ 18,157,529	\$ 18,400,575	\$ 18,668,825	\$ 21,255,267	\$ 21,464,725	\$ 23,701,987	\$ 25,409,402	\$ 26,533,245	\$ 26,781,028	\$ 20,930,028
Total net debt applicable to limit	7,980,000	7,890,000	7,610,000	7,315,000	7,005,000	6,680,000	6,340,000	6,110,000	5,670,000	5,240,000
Legal debt margin	\$ 10,177,529	\$ 10,510,575	\$ 11,058,825	\$ 13,940,267	\$ 14,459,725	\$ 17,021,987	\$ 19,069,402	\$ 20,423,245	\$ 21,111,028	\$ 15,690,028
Total net debt applicable to the limit as a percentage of debt limit	0.0%	43.9%	42.9%	40.8%	34.4%	32.6%	25.0%	23.0%	21.2%	25.0%

Legal Debt Margin Calculation for Fiscal 2011

Equalized Assessed Value	\$ 242,666,993
Legal debt margin	<u>8.625%</u>
Debt limit	20,930,028
Debt applicable to limit	
General obligation bonds	<u>5,240,000</u>
Legal debt margin	<u>\$ 15,690,028</u>

VILLAGE OF FLOSSMOOR, ILLINOIS

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years

	IEPA Loans						
	SSR			Net	Debt Service		
Fiscal	Surcharge	Less:		Available			
Year	Revenue and	Operating		Revenue	Principal	Interest	Coverage
	Fund Balance	Expenses					
2003	\$ 1,359,921	\$ 112,987	\$	1,246,934	\$ 132,525	\$ 80,587	5.85
2004	1,410,744	87,224		1,323,520	133,239	79,850	6.21
2005	1,427,413	118,309		1,309,104	182,666	97,974	4.66
2006	1,592,743	137,572		1,455,171	238,386	130,539	3.94
2007	1,787,104	176,337		1,610,767	257,523	131,217	4.14
2008	1,842,529	212,801		1,629,728	264,898	123,842	4.19
2009	1,836,509	242,940		1,593,569	271,901	116,839	4.10
2010	1,860,986	224,030		1,636,956	278,494	109,649	4.22
2011	1,906,316	221,257		1,685,059	285,858	102,269	4.34
2012	1,987,457	192,826		1,794,631	293,417	94,693	4.62

Note: Details of the Village's outstanding debt can be found in the notes to financial statements.

Water Charges and Other includes investment earnings but not tap on fees.

Operating expenses do not include interest or depreciation.

VILLAGE OF FLOSSMOOR, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income*	Per Capita Personal Income	Unemployment Rate**
2003	9,301	\$ 398,268,820	\$ 42,820	5.0%
2004	9,301	398,268,820	42,820	4.9%
2005	9,301	398,268,820	42,820	4.5%
2006	9,301	398,268,820	42,820	4.5%
2007	9,301	398,268,820	42,820	3.8%
2008	9,301	398,268,820	42,820	4.8%
2009	9,301	398,268,820	42,820	7.8%
2010	9,301	398,268,820	42,820	8.0%
2011	9,464	455,265,720	48,105	7.3%
2012	9,301	455,265,720	48,105	7.3%

* Data not available; estimated.

** Unemployment rate is estimated for 2012.

Data Source

Village Financial Consultant

VILLAGE OF FLOSSMOOR, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2012				2003^			
Employer	Rank	Number	% of Total City Population	Employer	Rank	Number	% of Total City Population
Homewood-Flossmoor Park District*	1	638	6.7%	Homewood-Flossmoor Park District*	1	559	6.0%
School District 161	2	340	3.6%	Homewood-Flossmoor High School	2	450	4.8%
Homewood-Flossmoor High School	3	320	3.4%	School District 161	3	240	2.6%
Village of Flossmoor	4	153	1.6%	Prudential Partners Real Estate	4	239	2.6%
Ingalls Family Care Center	5	80	0.8%	Village of Flossmoor	5	120	1.3%
First Mortgage Corporation	6	80	0.8%	First Mortgage Corporation	6	80	0.9%
Flossmoor Station Restaurant & Brewery	7	70	0.7%	Coldwell Banker 1st America	7	60	0.6%
Sunrise of Flossmoor	8	65	0.7%	Sunrise of Flossmoor	8	55	0.6%
Coldwell Banker Residential Brokerage	9	60	0.6%	Flossmoor Station Restaurant & Brewery	9	40	0.4%
Remax South Suburban Realtors	10	45	0.5%	Remax South Suburban Realtors	10	40	0.4%

*Includes seasonal and part-time employees: 589

*Includes seasonal employees: 505

^Estimated; data not available for 2003

Data Source

Village Financial Consultant

VILLAGE OF FLOSSMOOR, ILLINOIS
FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2003*	2004*	2005*	2006	2007	2008	2009	2010	2011	2012
GENERAL GOVERNMENT										
Executive	3.15	3.15	4.15	3.30	3.15	3.15	3.15	3.15	3.15	3.15
Finance	5.00	5.00	5.00	5.40	5.40	5.40	5.45	5.45	5.45	5.50
Planning and Zoning	1.35	1.35	1.35	1.35	1.35	1.35	1.35	1.35	1.35	1.35
PUBLIC SAFETY										
Police										
Officers	19.00	19.00	19.00	19.55	19.50	19.40	19.35	19.35	19.35	19.35
Civilians	0.50	0.50	0.50	0.75	0.80	0.80	0.80	0.80	0.80	0.80
Code Enforcement	1.00	1.00	1.00	1.75	1.80	1.85	1.85	1.85	1.85	1.85
Fire										
Firefighters and Officers	2.10	2.10	2.10	2.15	2.15	2.15	2.15	2.15	2.15	2.15
Volunteers and Part-Time	^	^	^	5.50	5.80	7.60	9.00	9.00	9.00	9.60
Civilians	1.05	1.05	1.05	1.80	1.80	1.80	1.80	1.80	1.80	1.85
Inspectional Services	1.40	1.40	1.40	2.45	2.55	2.55	2.55	2.55	2.55	2.55
Public Safety Records and Recep*	5.00	5.00	5.00	6.90	5.70	5.70	5.70	5.70	5.70	5.70
PUBLIC WORKS										
Administration	2.50	2.50	2.50	2.55	2.60	2.60	2.60	2.60	2.60	2.65
Street Maintenance	10.50	10.50	10.50	15.75	17.85	17.35	17.85	17.85	17.85	17.85
Miscellaneous Activities	0.45	0.45	0.45	1.95	1.45	1.45	1.45	1.45	1.45	1.45
TOTAL	53.00	53.00	54.00	71.15	71.90	73.15	75.05	75.05	75.05	75.80

^ Totals prior to fiscal year 2006 reflect total full-time employee census only and not FTE

* Prior to fiscal year 2007, was classified as Public Safety Communications

Data Source

Village budget office

VILLAGE OF FLOSSMOOR, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
PUBLIC SAFETY										
Police										
Physical Arrests	312	380	345	309	158	427	401	442	352	292
Parking Violations	3,752	3,331	3,838	4,229	4,079	2,833	2,654	2,876	2,436	2,289
Traffic Violations	2,148	1,786	1,793	2,434	1,950	2,321	2,588	2,047	1,044	986
Fire										
Fire Emergency Responses	503	480	443	464	530	430	455	377	399	373
Fires Extinguished	9	13	11	16	18	18	16	12	13	19
EMS Emergency Responses	673	666	644	677	751	855	757	743	787	741
Inspectional Services										
Inspections	1,342	1,438	1,643	1,647	1,363	1,045	649	704	674	738
Permits Issued	579	643	576	558	425	397	267	367	355	519
PUBLIC WORKS										
Streeting Resurfacing (miles)	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	1.2	1.5
Pothole Repairs	*	*	*	48	22	83	69	75	75	85
Water										
New Connections	*	*	*	*	21	14	4	5	1	3
Water Main Breaks	32	18	34	44	22	21	26	18	43	36
Number of Accounts	3,501	3,555	3,613	3,669	3,697	3,721	3,737	3,749	3,752	3,762
Total Annual Consumption	355,153,690	335,510,510	321,144,000	362,831,000	323,349,000	454,966,500	400,916,000	406,729,000	419,583,000	419,649,000
Average Daily Consumption	973,024	919,207	879,847	994,058	1,147,290	1,246,484	1,098,400	1,114,326	1,149,542	1,149,723
Peak Daily Consumption	*	*	*	1,392,000	1,949,000	2,384,500	1,850,000	1,664,000	1,862,000	2,036,000
Wastewater										
Average Daily Treatment	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

*Not practically available for this fiscal year

Data Source

Various Village Departments

VILLAGE OF FLOSSMOOR, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Area Patrols	2	2	2	2	2	2	2	2	2	2
Patrol Units	5	5	5	5	5	5	5	5	5	5
Fire										
Fire Stations	1	1	1	1	1	1	1	1	1	1
Fire Engines	4	4	4	4	4	4	4	4	5	5
Ambulances	2	2	2	2	2	2	2	2	2	2
PUBLIC WORKS										
Arterial Streets (miles)	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Residential Streets (miles)	42.0	42.0	42.0	42.0	42.0	42.4	42.4	42.4	42.4	42.4
County Streets (miles)	6.8	6.8	6.8	6.8	6.8	6.8	6.8	6.8	6.8	6.8
State Streets (miles)	13	13	13	13	13.0	13.0	13.0	13.0	13.0	13.0
Streetlights	92	92	92	92	92	92	92	92	92	92
Traffic Signals	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Water										
Water Mains (miles)	*	58	58	52	52.3	53.0	53.0	53.2	53.5	61.0
Fire Hydrants	*	703	703	720	720	726	726	729	733	771
Storage Capacity (gallons)	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000	4,300,000
Wastewater										
Sanitary Sewers (miles)	*	42.4	42.4	42.4	42.4	43.1	43.1	43.1	43.2	43.2
Storm Sewers (miles)	*	29.9	29.9	29.9	29.9	30.6	30.6	30.6	30.6	30.6
Treatment Capacity (gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
AREA (square miles)	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5	3.5

*Not practically available for this fiscal year

Data Source

Various Village departments